

2580 Creekview Road Moab, Utah 84532 435/719-2018 435/719-2019 Fax

April 7, 2008

Diana Mason State of Utah Division of Oil Gas and Mining P.O. Box 145801 Salt Lake City, Utah 84114-5801

RE: Application for Permit to Drill-XTO Energy, Inc.

BPU 6-13H

2,059' FNL & 1,979' FWL, SE/4 NW/4, Section 13, T11S, R20E, SLB&M, Uintah County, Utah

Dear Diana:

On behalf of XTO Energy, Inc., Buys & Associates, Inc., respectfully submits the enclosed original and one copy of the Application for Permit to Drill (APD) for the above referenced fee surface and mineral vertical well. Included with the APD is the following supplemental information:

Exhibit "A" - Survey plats, layouts and photos of the proposed well site;

Exhibit "B" - Proposed location maps with access and utility corridors;

Exhibit "C" - Production site layout;

Exhibit "D" - Drilling Plan;

Exhibit "E" - Surface Use Plan with APD Certification;

Exhibit "F" - Typical BOP and Choke Manifold diagram;

Exhibit "G" - Surface Use Agreement with Alameda Corporation

Exhibit "H" - Cultural and Paleontological Clearance Reports.

Thank you very much for your timely consideration of this application. Please feel free to contact myself or Ken Secrest of XTO Energy, Inc. at 435-722-4521 if you have any questions or need additional information.

Sincerely,

Don Hamilton

Agent for XTO Energy, Inc.

cc: Fluid Mineral Group, BLM—Vernal Field Office Ken Secrest, XTO Energy, Inc.

RECE

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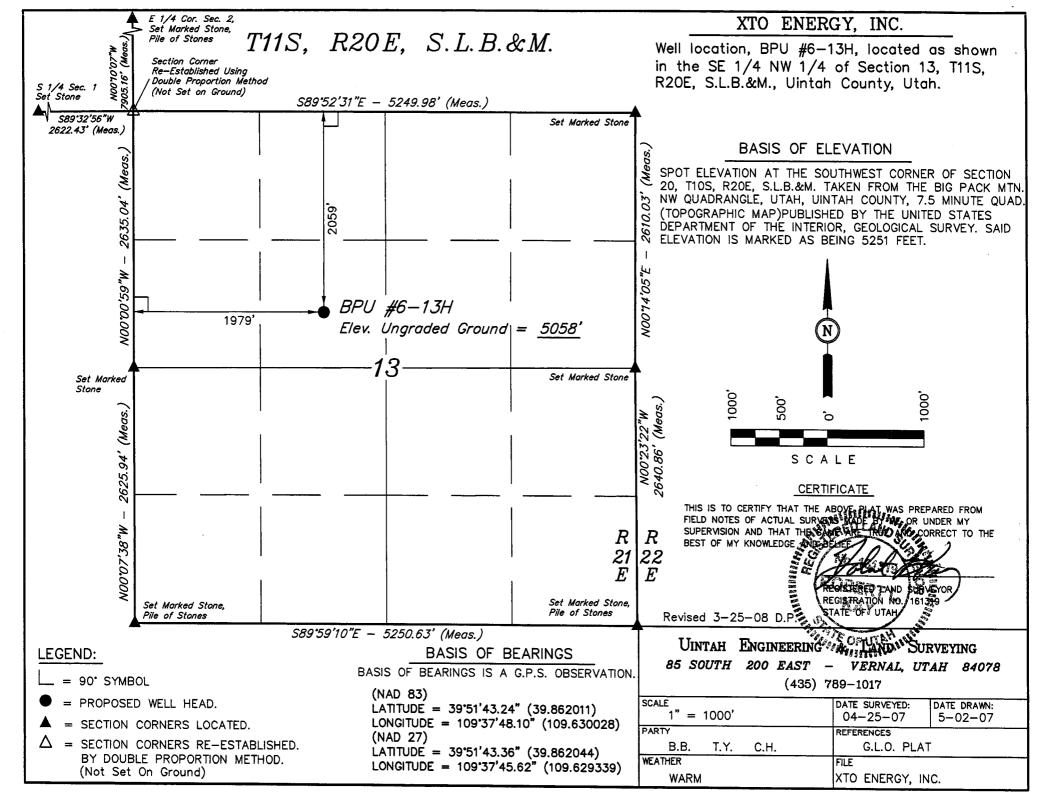
DIV. OF OIL, GAS & MINING

FORM 3

STATE OF UTAH DE DIV

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APPLICATION FOR PERMIT TO DRILL							Patented	Fee
1A. TYPE OF WORK: DRILL REENTER DEEPEN D							7. IF INDIAN, ALLOTTEE OR T	RIBE NAME:
B. TYPE OF WELL: OIL GAS OTHER SINGLE ZONE MULTIPLE ZONE							8. UNIT or CA AGREEMENT N	AME:
2. NAME OF OPE							9. WELL NAME and NUMBER BPU 6-13H	
3. ADDRESS OF 0	OPERATOR:	CITY Roosevel		E UT ZIP 840	PHONE NUMBER: (405) 749-5263		10. FIELD AND POOL, OR WI	DCAT:
4. LOCATION OF	WELL (FOOTAG	CITY TOOSCYCI	STAT	22.	20 5		11. QTR/QTR, SECTION, TOV	WNSHIP, RANGE,
AT SURFACE:	2,059' FN	L & 1,979' FWL,	23 ایا 1112ء	1374	39.862064		MERIDIAN: SENW 13 11S	20E S
AT PROPOSED	PRODUCING ZO	ONE:	4417		39.542064 -109.429411			
		ECTION FROM NEAREST					12. COUNTY:	13. STATE: UTAH
		f Ouray, Utah		_			Uintah	
15. DISTANCE TO 650'	NEAREST PRO	PERTY OR LEASE LINE (F	EET)	16. NUMBER OF	FACRES IN LEASE:	17. NU	JMBER OF ACRES ASSIGNED	10 THIS WELL:
18. DISTANCE TO		L (DRILLING, COMPLETE), OR	19. PROPOSED		20. BC	OND DESCRIPTION:	
2,630'	R) ON THIS LEAS	SE (FEEI)			8,825		TLA Blanket 104312	2 762
	•	IER DF, RT, GR, ETC.):			ATE DATE WORK WILL START:		days	
5,058' GR				6/15/200	JO		uays	
24.			PROPOSE	ED CASING AI	ND CEMENTING PROGRAM			
SIZE OF HOLE	CASING SIZE	, GRADE, AND WEIGHT P	R FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY,	YIELD, AND SLURRY WEIGHT	
12-1/4"	9-5/8"	J-55 ST	36#	2,200	see Drilling Plan			
7-7/8"	5-1/2"	N-80 LT	17#	8,825	see Drilling Plan			
:								
25.				ATTA	CHMENTS	. '		
VERIFY THE FOL	LOWING ARE A	TTACHED IN ACCORDANG	E WITH THE U	TAH OIL AND GAS C	ONSERVATION GENERAL RULES:			
WELL PL	AT OR MAP PRE	EPARED BY LICENSED SU	RVEYOR OR EN	NGINEER	Z COMPLETE DRILLING PLAN			
EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER						IE LEASE OWNER		
NAME (DI EASE PRINT) Don Hamilton TITLE Agent for XTO Energy, Inc.								
NAME (FLEASE FRANT)								
SIGNATURE	110	<u>r Nami</u>	llon	App	DATE 4/7/2008			
(This space for Sta	te use only)			Utal	n Division of as and Mining	3	RECEIVE	D
API NUMBER AS	RIGNED.	43.647-399	198	•	APPROVAL:	*	APR 1 0 200	
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(11/2001)				By 6ec Instruction	production show		DIV. OF OIL, GAS & MI	NING





COVER SHEET FOR ALL FEDERAL APDs

Dear BLM Office:

Re: Fiscal Year 2008 Consolidated Appropriations Act

Please charge the \$4000 APD fee to the credit card XTO has provided to the BLM office and send the receipt to:

Brenda Waller XTO Energy, Inc. 382 Road 3100 Aztec, NM 87410

Please contact me if anything further is needed at 505-215-0027.

Sincerely,

XTO Energy, Inc.

Brenda Waller

Brenda Waller

Manager of Regulatory Compliance

DRILLING PLAN

BPU 6-13H March 28, 2008

Location: 2059' FNL & 1979' FWL, Sec. 13, T11S,RR20E

County: Uintah

State: Utah

GREATEST PROJECTED TD: 8825' MD

OBJECTIVE: Wasatch/Mesaverde

APPROX GR ELEV: 5058'

Est KB ELEV: 5072' (14' AGL)

MUD PROGRAM: 1.

INTERVAL	0' to 2200'	2200' to 8825'
HOLE SIZE	12.25"	7.875"
MUD TYPE	FW/Spud Mud	KCl Based LSND / Gel Chemical
WEIGHT	8.4	8.6-9.20
VISCOSITY	NC	30-60
WATER LOSS	NC	8-15

Remarks: Use fibrous materials as needed to control seepage and lost circulation. Pump high viscosity sweeps as needed for hole cleaning. Raise viscosity at TD for logging. Reduce viscosity after logging for cementing purposes. The mud system will be monitored visually/manually.

CASING PROGRAM:

Surface Casing:

9.625" casing set at \pm 2200' in a 12.25" hole filled with 8.4 ppg mud

Surract												
				-	Coll	Burst						
					Rating	Rating	Jt Str	ID	Drift	SF	SF	SF
Interval	Length	Wt	Gr	Cplg	(psi)	(psi)	(M-lbs)	(in)	(in)	Coll	Burst	Ten
0'-2200'	2200'	36#	J-55	ST&C	2020	3.66	394	8.921	8.765	2.10	3.66	4.97

5.5" casing set at ± 8825 ' in a 7.875" hole filled with 9.2 ppg mud. **Production Casing:**

	1100000	ion casing	,		8 200 00								
ſ						Coll	Burst						
ı						Rating	Rating	Jt Str	ID	Drift	SF	SF	SF
ı	Interval	Length	Wt	Gr	Cplg	(psi)	(psi)	(M-lbs)	(in)	(in)	Coll	Burst	Ten
ľ	0'-8825'	8825'	17#	N-80	LT&C	6280	7740	348	4.892	4.767	1.88	2.32	2.32

Collapse and burst loads calculated at TVD with 0.1 psi/ft gas gradient back up.

3. **WELLHEAD:**

- A. Casing Head: Larkin Fig 92 (or equivalent), 9" nominal, 2,000 psig WP (4,000 psig test) with 9-5/8" 8rnd thread on bottom (or slip-on, weld-on) and 11-3/4" 8rnd thread on top.
- B. Tubing Head: Larkin Fig 612 (or equivalent), 6.456" nominal, 5,000 psig WP, 5-1/2" 8rnd female thread on bottom (or slip-on, weld-on), 8-5/8" 8rnd thread on top.

CEMENT PROGRAM:

A. Surface:

9.625", 36#, J-55, ST&C casing to be set at ± 2200 ' in 12.25" hole.

LEAD:

±185 sx of Type V cement (or equivalent) typically containing accelerator and LCM mixed at 11.0 ppg, 3.82 cu. ft./sk.

TAIL:

225 sx of Class G (or equivalent) typically containing accelerator and LCM mixed at 15.8 ppg, 1.15 cu. ft./sk.

Total estimated slurry volume for the 9.625" surface casing is 956.5 ft³. Slurry includes 35% excess of calculated open hole annular volume to 2200'.

B. Production: 5.5", 17#, N-80 (or equiv.), LT&C casing to be set at ± 8825 ' in 7.875" hole.

LEAD:

±446 sx of Premium Plus V Blend. (Type V/Poz/Gel) or equivalent, with dispersant, fluid loss, accelerator, & LCM mixed at 11.6 ppg, 3.12 ft³/sk, 17.71 gal wtr/sx.

TAIL:

300 sx Class G or equivalent cement with poz, bonding additive, LCM, dispersant, & fluid loss mixed at 13.0 ppg, 1.75 cuft/sx, 9.09 gal/sx.

Total estimated slurry volume for the 5.5" production casing is 1918 ft³. Slurry includes 15% excess of calculated open hole annular volume.

Note: The slurry design may change slightly based upon actual conditions. Final cement volumes will be determined from the caliper logs plus 15% or greater excess. The cement is designed to circulate on surface and intermediate casing strings.

5. LOGGING PROGRAM:

- A. Mud Logger: The mud logger will come on at intermediate casing point and will remain on the hole until TD. The mud will be logged in 10' intervals.
- B. Open Hole Logs as follows: Run Array Induction/SFL/GR/SP fr/TD (8825') to the bottom of the surface csg. Run Neutron/Lithodensity/Pe/GR/Cal from TD (8825') to 2200'.

6. FORMATION TOPS:

FORMATION	Sub-Sea Elev. (@SHL)	TVD (@SHL)
Green River	4795	282
Mahogany Bench Mbr.	4050	1,027
Wasatch Tongue	2,120	2,957
Green River Tongue	1,800	3,277
Wasatch*	1,655	3,422
Chapita Wells*	745	4,332
Uteland Buttes	-200	5,277
Mesaverde*	-950	6,027
Castlegate	N/A	N/A
TD**	-3,748	8,825

^{*} Primary Objective

7. ANTICIPATED OIL, GAS, & WATER ZONES:

A.

Formation	Expected Fluids	Well Depth Top
Green River	Water/Oil Shale	282
Mahogoany Bench Mbr.	Water/Oil Shale	1,027
Wasatch Tongue	Oil/Gas/Water	2,957
Green River Tongue	Oil/Gas/Water	3,277
Wasatch*	Gas/Water	3,422
Chapita Wells*	Gas/Water	4,332
Uteland Buttes	Gas/Water	5,277
Mesaverde*	Gas/Water	6,027
Castlegate	Gas/Water	N/A

- B. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.
- C. There are no known potential sources of H_2S .
- D. Expected bottom hole pressures are between 4100 psi and 4600 psi.
- E. Base of Moderately Saline Water (USGS) at 3437'.

8. BOP EQUIPMENT:

Surface will not utilize a bop stack.

Production hole will be drilled with a 3000 psi BOP stack.

Minimum specifications for pressure control equipment are as follows:

Ram Type: 11" Hydraulic double ram with annular, 3000 psi w.p.

Ram type preventers and associated equipment shall be tested to approved stack working pressure if isolated by test plug or to 70% of internal yield pressure of casing. Pressure shall be maintained for at least 10 minutes or until requirements of test are met, whichever is longer. If a test plug is utilized, no bleed-off pressure is acceptable. For a test not utilizing a test plug, if a decline in pressure of more than 10% in 30 minutes occurs, the test shall be considered to have failed. Valve on casing head below test plug shall be open during test of BOP stack.

Annular type preventers (if used) shall be tested to 50% of rated working pressure. Pressure shall be maintained at least 10 minutes or until provisions of test are met, whichever is longer.

As a minimum, the above test shall be performed:

- a. when initially installed:
- b. whenever any seal subject to test pressure is broken
- c. following related repairs: and
- d. at 30 day intervals

Valves shall be tested from working pressure side during BOPE tests with all down stream valves open.

When testing the kill line valve(s) shall be held open or the ball removed.

Annular preventers (if used) shall be functionally operated at least weekly.

Pipe and blind rams shall be activated each trip, however, this function need not be performed more than once a day.

A BOPE pit level drill shall be conducted weekly for each drilling crew.

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No.2 for equipment and testing requirements, procedures, etc., and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests. Pressure tests shall apply to all related well control equipment.

BOP systems shall be consistent with API RP53. Pressure tests will be conducted before drilling out from under casing strings which have been set and cemented in place. Test pressures for BOP equipment are as follows:

Annular BOP -- 1500 psi
Ram type BOP -- 3000 psi
Kill line valves -- 3000 psi
Choke line valves and choke manifold valves -- 3000 psi
Chokes -- 3000 psi
Casing, casinghead & weld -- 1500 psi
Upper kelly cock and safety valve -- 3000 psi
Dart valve -- 3000 psi

Blowout preventer controls will be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned. Preventers will be inspected and operated at least daily to ensure good mechanical working order, and this inspection will be recorded on the daily drilling report. Preventers will be pressure tested before drilling casing cement plugs.

The BLM in Vernal, UT shall be notified, at least 24 hours prior to initiating the pressure test, in order to have a BLM representative on location during pressure testing.

- a. The size and rating of the BOP stack is shown on the attached diagram.
- b. A choke line and a kill line are to be properly installed.
- c. The accumulator system shall have a pressure capacity to provide for repeated operation of hydraulic preventers.
- d. Drill string safety valve(s), to fit all tools in the drill string, are to be maintained on the rig floor while drilling operations are in progress.
- e. See attached BOP & Choke manifold diagrams.

9. COMPANY PERSONNEL:

<u>Name</u>	<u>Title</u>	Office Phone	Home Phone
John Egelston	Drilling Engineer	505-333-3163	505-330-6902
Bobby Jackson	Drilling Superintendent	505-333-3224	505-486-4706
Glen Christiansen	Project Geologist	817-885-2800	

SURFACE USE PLAN

Name of Operator:

XTO Energy, Inc.

Address:

P.O. Box 1360; 978 North Crescent

Roosevelt, Utah 84066

Well Location:

BPU 6-13H

2,059' FNL & 1,979' FWL, SE/4 NW/4,

Section 13, T11S, R20E, SLB&M, Uintah County, Utah

The surface owner or surface owner representative and dirt contractor will be provided with an approved copy of the surface use plan of operations and approved conditions of approval before initiating construction.

The onsite inspection for the referenced well is pending at this time.

1. Location of Existing Roads:

- a. The proposed well site is located approximately 15.85 miles south of Ouray, Utah.
- b. Directions to the proposed well site have been attached at the end of Exhibit B.
- The use of roads under State and County Road Department maintenance are necessary to access the Big Pack Unit area. However, no upgrades to the State or County Road system are proposed at this time.
- d. A Uintah County Road department encroachment will be needed prior to constructing the new approach from the Uintah County maintained Willow Creek Road.
- e. All existing roads will be maintained and kept in good repair during all phases of operation.
- e. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.
- f. Since no improvements are anticipated to the State, County, Tribal or BLM access roads no topsoil striping will occur.
- g. A fee surface use agreement is presently in place and attached for the access road and utility corridor to the proposed wellsite.

2. Planned Access Roads:

- a. From the existing Uintah County maintained Class B Willow Creek Road a new access is proposed trending southwest approximately 0.2 miles along new disturbance to the proposed well site. The access crosses no significant drainages but does cross existing irrigation ditches that will require culverts.
- b. A road design plan is not anticipated at this time.
- c. The proposed access road will consist of a 24' travel surface within a 30' disturbed area across entirely Alameda surface.
- d. DOGM approval to construct and utilize the proposed access road is requested with this application.
- e. A maximum grade of 10% will be maintained throughout the project.
- f. No turnouts are proposed since adequate site distance exists in all directions.
- g. No low-water crossings and two culverts are anticipated where the access road leaves the county road surface and crosses two irrigation ditches. Adequate drainage structures will be incorporated into the road.
- h. No surfacing material will come from federal or Indian lands.
- i. No gates or cattle guards are anticipated at this time.
- Surface disturbance and vehicular travel will be limited to the approved location access road.
- The operator will be responsible for all maintenance of the access road including drainage structures.

3. Location of Existing Wells:

a. Exhibit B has a map reflecting these wells within a one mile radius of the proposed well.

4. <u>Location of Existing and/or Proposed Production Facilities</u>:

- a. All permanent structures will be painted a flat, non-reflective Covert Green /Carlsbad Canyon to match the standard environmental colors. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded.
- Site security guidelines identified in 43 CFR 3163.7-5 and Onshore Oil and Gas Order No. 3 will be adhered to.
- c. A gas meter run will be constructed and located on lease within 500 feet of the wellhead. Meter runs will be housed and/or fenced. All gas production and measurement shall comply with the provisions of 43 CFR 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.
- d. A tank battery will be constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All liquid hydrocarbons production and measurement shall conform to the provisions of 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 4 and Onshore Oil and Gas Order No. 5

for natural gas production and measurement.

- e. Any necessary pits will be properly fenced to prevent any wildlife and livestock entry.
- f. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- g. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- h. A pipeline corridor containing a single steel gas pipeline and a single steel or poly pipe water pipeline is associated with this application and is being applied for at this time. The proposed pipeline corridor will leave the northwest side of the well site and traverse 3,159' north to the existing LCU 14-12H / LCU 15-12H pipeline corridor.
- i. XTO Energy, Inc. also requests permission to upgrade the existing pipeline corridor to contain a single steel gas pipeline and a single steel or poly pipe water pipeline within the previously approved pipeline corridor and traverse between the LCU 14-12H / LCU 15-12H and the LCU Trunk Line along the previously approved route.
- j. The new and upgraded segments of the gas pipeline will be a 12" or less buried line and the water pipeline will be a 12" or less buried line within a 45' wide disturbed pipeline corridor.
- k. Construction of the pipeline corridor will temporarily utilize the 30' disturbed width for the road for a total disturbed width of 75' for the road and pipeline corridors. The use of the proposed well site and access roads will facilitate the staging of the pipeline corridor construction.
- XTO Energy, Inc. intends to bury the pipeline where possible and connect the pipeline together utilizing conventional welding technology.

Location and Type of Water Supply:

- a. No water supply pipelines will be laid for this well.
- b. No water well will be drilled for this well.
- c. Drilling water for this will be hauled on the road(s) shown in Exhibit B.
- d. Water will be hauled from one of the following sources:
 - Water Permit # 43-10991, Section 9, T8S, R20E;
 - Water Permit #43-2189, Section 33, T8S, R20E;
 - o Water Permit #49-2158, Section 33, T8S, R20E;
 - Water Permit #49-2262, Section 33, T8S, R20E;
 - Water Permit #49-1645, Section 5, T9S, R22E;
 - Water Permit #43-9077, Section 32, T6S, R20E;
 - Tribal Resolution 06-183, Section 22, T10S, R20E;

6. Source of Construction Material:

- a. The use of materials will conform to 43 CFR 3610.2-3.
- b. No construction materials will be removed from Ute Tribal or BLM lands.
- c. If any gravel is used, it will be obtained from a state approved gravel pit.

7. Methods of Handling Waste:

- All wastes associated with this application will be contained and disposed of utilizing approved facilities.
- b. Drill cuttings will be contained and buried on site.
- The reserve pit will be located outboard of the location and along the southwest side of the pad.
- d. The reserve pit will be constructed so as not to leak, break, or allow any discharge.
- e. The reserve pit will be lined with 16 mil minimum thickness plastic nylon reinforced liner material. The liner will overlay a felt liner pad only if rock is encountered during excavation. The pit liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. Pit walls will be sloped no greater than 2:1. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling and completion operation.
- f. The reserve pit has been located in cut material. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. After the reserve pit has dried, all areas not needed for production will be rehabilitated.
- g. No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completion of the well.
- h. Trash will be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations. The contents of the trash container will be hauled off periodically to the approved Uintah County Landfill near Vernal, Utah.
- Produced fluids from the well other than water will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas, salt water or other produced fluids will be cleaned up and removed.
- j. After initial clean-up, a 400 bbl tank will be installed to contain produced waste water. This water will be transported from the tank to an approved XTO Energy, Inc. disposal well for disposal.
- k. Produced water from the production well will be disposed of at the RBU 13-11F or RBU 16-19F disposal wells in accordance with Onshore Order #7.
- I. Any salts and/or chemicals, which are an integral part of the drilling system, will be disposed of in the same manner as the drilling fluid.

m. Sanitary facilities will be on site at all times during operations. Sewage will be placed in a portable chemical toilet and the toilet replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

8. Ancillary Facilities:

- a. Garbage Containers and Portable Toilets are the only ancillary facilities proposed in this application.
- b. No camps, airstrips or staging areas are proposed with this application.

9. Well Site Layout: (See Exhibit B)

- a. The well will be properly identified in accordance with 43 CFR 3162.6.
- b. Access to the well pad will be from the northeast.
- c. The pad and road designs are consistent with DOGM specification
- d. A pre-construction meeting with responsible company representative, contractors, and the landowner representative will be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road will be constructionstaked prior to this meeting.
- e. The pad has been staked at its maximum size; however it will be constructed smaller if possible, depending upon rig availability. Should the layout change, this application will be amended and approved utilizing a sundry notice.
- f. All surface disturbing activities, will be supervised by a qualified, responsible company representative who is aware of the terms and conditions of the APD and specifications in the approved plans.
- g. All cut and fill slopes will be such that stability can be maintained for the life of the activity.
- h. Diversion ditches will be constructed as shown around the well site to prevent surface waters form entering the well site area.
- The site surface will be graded to drain away from the pit to avoid pit spillage during large storm events.
- j. The stockpiled topsoil (first 6 inches or maximum available) will be stored in a windrow on the uphill side of the location to prevent any possible contamination. All topsoil will be stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- k. Pits will remain fenced until site cleanup.
- I. The blooie line will be located at least 100 feet from the well head.
- m. Water injection may be implemented if necessary to minimize the amount of fugitive dust.

10. Plans for Restoration of the Surface (Interim Reclamation and Final Reclamation):

- a. Site reclamation for a producing well will be accomplished for portions of the site not required for the continued operation of the well.
- b. Upon well completion, any hydrocarbons in the pit shall be removed in accordance with DOGM requirements. Once the reserve pit is dry, the plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximate natural contours.
- c. Following Best Management Practices the interim reclamation will be completed within 90 days of completion of the well to reestablish vegetation, reduce dust and erosion and compliment the visual resources of the area.
 - a. All equipment and debris will be removed from the area proposed for interim reclamation and the pit area will be backfilled and re-contoured.
 - b. The area outside of the rig anchors and other disturbed areas not needed for the operation of the well will be re-contoured to blend with the surrounding area and reseeded as requested by the landowner.
 - c. Reclaimed areas receiving incidental disturbance during the life of the producing well will be re-contoured and reseeded as soon as practical.
- d. The Operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM or the appropriate County Extension Office.
- e. Prior to final abandonment of the site, all disturbed areas, including the access road, will be scarified and left with a rough surface. The site will then be seeded and/or planted as prescribed by the landowner.

11. Surface and Mineral Ownership:

- Surface Ownership Fee surface; owned by: Alameda Corp. 13.67%, O.S. Wyatt Jr. 86.33 James R. Eltzroth P.O. Box 270780, Corpus Christi TX, 78471. The landowner contact is George Jackson who can be reached at 435-828-4158.
- b. Mineral Ownership Fee surface; owned by: Alameda Corp. 13.67%, O.S. Wyatt Jr. 86.33 James R. Eltzroth P.O. Box 270780, Corpus Christi TX, 78471. The landowner contact is George Jackson who can be reached at 435-828-4158.

12. Other Information:

a. Operators Contact Information:

Title	Name	Office Phone	Mobile Phone	e e-mail .
Company Rep.	Ken Secrest	435-722-4521	435-828-1450	Ken_Secrest@xtoenergy.com
Agent	Don Hamilton	435-719-2018	435-719-2018	starpoint@etv.net

- b. Buys & Associates, Inc. has conducted a Class III archeological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Buys & Associates, Inc.
- c. Alden Hamblin has conducted a paleontological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Alden Hamblin.

Certification:

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exists; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application and that bond coverage is provided under XTO Energy, Inc's Fee bond104312-762.

Executed this 7th day of April, 2008.

Don Hamilton -- Agent for XTO Energy, Inc.

2580 Creekview Road Moab, Utah 84532

435-719-2018 starpoint@etv.net

LCU 6-13 H

WELL-SITE SURFACE USE AGREEMENT

THIS WELL-SITE SURFACE USE AGREEMENT ("Agreement") is entered into this 1st day of July, 2007, by and between Oscar S. Wyatt, Jr. whose mailing address is 8 Greenway Plaza, Suite 930, Houston, Texas 77046 and Alameda Corporation whose mailing address is 8 Greenway Plaza, Suite 930, Houston, TX 77046 ("Grantors"), and Dominion Exploration and Production, Inc. XTO Energy, Inc. ("Grantee"), with offices at 14000 Quail Springs Parkway, #600 Oklahoma City, OK 73134-2600.

Recitals

A. Grantors are the fee simple owners of record title of the surface estate in the following described lands in Uintah County, Utah:

Township 11 South, Range 20 East, S.L.M.

Section 13: SE¹/₄NW¹/₄

(containing 40.00 acres, more or less)

("Section 13 Lands"); and

- B. Grantee is in the business of exploring for, developing, producing, and processing natural gas, oil, and associated hydrocarbons; and,
- C. Grantee has acquired rights to the oil and gas estate underlying the Section 13 Lands from the United States, owner of the mineral estate; and,
- D. Grantee is the operator of the LCU 6-13H Well to be drilled in the Section 13 Lands (the "Well"); and,
- E. Grantee desires to construct, operate, and maintain a well-site for the Well on the Section 13 Lands; and,
- F. With this Agreement, Grantee and the Grantors desire to establish terms for surface damages that may result from Dominion's construction, operation, and maintenance of the well-site on the Section 13 Lands.

NOW THEREFORE, for and in consideration of the sum of Ten Thousand Dollars (\$10,000.00), and other good and valuable consideration, Grantors grant to Grantee and its successors and assigns, rights to construct, operate, and maintain a well-site ("Well-Site") on and over the Section 13 Lands, depicted and described on the plat attached hereto as Exhibit A, and incorporated into this Agreement by reference. Said Well-Site shall conform substantially to the proposed approximate 3.896 acre, rectangular location described on the attached Exhibit A.

- 1. Access and Use. Grantors acknowledge Grantee's right of access on and over the surface estate in the Section 13 Lands and such surface use as is reasonably necessary to explore for and produce oil, gas, and associated hydrocarbons, as defined by Utah law. Grantors further acknowledge that Grantee is entitled to use the Well-Site for all drilling, testing, and completion operations, including, but not limited to the use of reserve pits, construction, installation, and maintenance of production equipment and facilities such as flow lines, gas gathering lines, separators, tank batteries, and other equipment or facilities necessary or convenient to the production, transportation, and sale of oil, gas, and other materials produced by or used for production of oil or gas from the Section 13 Lands.
- 2. Compensation for Well-Site. Grantee shall pay to Grantors at the time of the signing of this Agreement the sum of \$10,000.00 for the Well-Site which includes damages to the surface estate resulting from its construction and use. The foregoing compensation includes all sums to be paid for damages to the surface estate resulting from the exercise of rights herein granted.
- 3. **Term of Grant**. Rights granted by this Agreement shall continue so long as Grantee, its successors or assigns, are actively engaged in operations on the Section 13 Lands, or until written surrender of such rights by Grantee, its successors or assigns, whichever is the earlier. Grantee shall have the authority to surrender separately any part of the Section 13 Lands, in which event, the surrendered portion of the Section 13 Lands shall no longer be subject to this Agreement.
- 4. **Right of Occupancy**. Grantors hereby grant to Grantee the right of immediate occupancy of the Well-Site, to the extent not heretofore granted, as shall be reasonably necessary for these purposes under this Agreement.
- 5. **Assignment of Rights**. All rights and obligations under this Agreement shall run with the Section 13 Lands and shall inure to the benefit of and be binding upon the heirs, successors, or assigns of each party.
- 6. Indemnification. Grantee and its agents, subcontractors and agents hereby agree to indemnify and hold Grantors, its employees, heirs, agents, lawyers and assigns harmless of, from and against all liabilities, claims, damages, losses, liens, fines, penalties, costs, causes of action, suits, judgments and expenses (including without limitation court costs, attorneys' fees and paralegal fees, fees and costs of expert witnesses and costs of investigation) of any nature, kind or description or any person or entity (including but not limited to deaths of or injuries to employees of Grantee and its contractors, agents and employees or any other persons, including all third persons whatsoever), or damages to property, directly or indirectly, proximately or remotely, arising out of, caused by or resulting from, in whole or part from: (a) the present or future condition, state of repair or defect of Grantors' property and/or improvements thereto, whether latent or visible, known or unknown, (b) any act or omission (whether negligent or not) of Grantee or its employees, contractors or their employees or anyone that they control or exercise control over or any other person entering upon Grantors' property

under or with the express or implied invitation of Grantee, (c) any breach, violation of this Agreement or (d) the use of or occupancy of the property even if and including if any such liabilities arise from or are attributable to, in whole or in part, to Grantors' negligence or strict liability. In case any action or proceeding is brought against Grantors by third parties resulting from Grantee's activities on the property, upon notice, Grantee agrees to defend Grantors in such action or proceeding.

7. **Notices and Payment**. Notices shall be in writing and shall be given by certified or registered mail to Dominion, Oscar S. Wyatt, Jr., and Alameda Corporation at the following addresses:

XTO Energy, Inc. 810 Houston St.

Fort Worth, TX 76102-6298 Attn: Mr. Shannon Nichols Dominion Exploration and Production, Inc.

14000 Quail Springs Parkway, # 600 Oklahoma City, OK 73134-2600 Attention: Mr. Russell R. Waters

Oscar S. Wyatt, Jr. 3355 West Alabama Houston, TX 77098

Alameda Corporation 3355 West Alabama Houston, TX 77098

or to such address as the party may designate to the other in writing not less than thirty days before that event which triggers notices. Notices shall be effective the third day after the date of mailing, postage prepaid.

- 8. Ownership of Fences, Gates, and Improvements upon Termination. Any fences, gates or other improvements constructed by Grantee on the Section 13 Lands except the well-site equipment shall become the Grantors' property upon termination of this Agreement.
- 9. **Rehabilitation and Restoration**. The Well-Site constructed by Grantee shall be restored as near as possible to its original condition and reseeded with native grasses upon abandonment of the Well in accordance with acceptable industry practices and in compliance with all applicable laws and regulations in effect at the time of restoration. Provided however, that Grantors may at their option elect to have Grantee (or its successor) leave the Well-Site, or any respective portion or segment thereof in an unrestored or partially restored state, with the understanding that Grantors shall then assume responsibility for any restoration thereafter required by law.
- 10. **Governing Law**. The laws of the State of Utah shall control the rights of the parties under this Agreement.
- 11. **Modifications.** This Agreement may not be amended or modified, except by a written instrument to such effect signed by the parties.

- 12. Confidentiality and Recording. The financial terms of this Agreement shall remain confidential as between the parties. Grantee, at its option, may record in Uintah County or submit to regulatory agencies having jurisdiction over oil and gas operations, a memorandum of agreement containing essential elements of the Agreement to give constructive notice of its rights or to comply with regulatory requirements for evidence of an agreement with Grantors. However, in no event shall the financial terms be recorded or divulged to third parties, except as a legitimate purchaser or transferee.
- 13. Waiver. By signing this Agreement, neither party waives its statutory and common law rights to occupancy and enjoyment of their respective estates, except as expressly provided in this Agreement with regard to the Well-Site.
- 14. Further Waiver. Failure of either party hereto to enforce any provision of this Agreement at any time shall not be construed as a waiver of such provision or of any other provision of this Agreement.
- 15. Severability. If any provision if this Agreement is held invalid or unenforceable, the remainder of this Agreement shall continue in full force and effect.
- 16. Attorneys' Fees. In the event that any party hereto brings any action to enforce or interpret the provisions of this Agreement, the prevailing party in such action, as determined by the court, shall be awarded from the non-prevailing party all of its costs and attorneys' fees incurred in connection with such action, including all costs and attorneys' fees associated with any appeals.
- 17. **Entire Agreement.** This Agreement, together with the attached Exhibit A, constitutes the entire agreement between the parties relating to the subject matter hereof, and supersedes any prior agreements and understandings between the parties.
- 18. **Counterparts**. This Agreement may be executed in counterparts. Each counterpart shall constitute an original and all counterparts together shall constitute one and the same document.

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Dated this 1st day of July, 2007.

Dominion Exploration and Production, Inc.
Ву
Its
Alameda Corporation
By M. J. Lynell Its Aprendent.
/
Oscar S. Wyatt, Jr.
By Oscar Squath

ACKNOWLEDGMENTS

STATE OF OKLAHOMA)
) ss.
COUNTY OF OKLAHOMA)
Before me, a notary public in and for said state, on this day of
be the identical person who subscribed the name of the maker thereof to the foregoing
be the identical person who subscribed the name of the maker thereof to the foregoing
instrument as its and acknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and
deed of such corporation for the uses and purposes therein set forth.
deed of such corporation for the uses and purposes therein set forth.
Witness my hand and official seal
My commission expires:
NOTARY PUBLIC
Residing at.
STATE OF TEXAS)
: SS.
COUNTY OF HARRIS)
The instrument was acknowledged before me the 19 day of 1000 of Alameda Corporation, a Texas corporation, on behalf of said corporation.
Witness my hand and official seal
Tu 22 70 0
My commission expires: $\frac{1008.}{1008.}$
CATHERINE HARRY MY COMMISSION EXPIRES June 28, 2008 NOTARY PUBLIC Residing at:
STATE OF TEXAS)
: ss.
COUNTY OF HARRIS)
ia December
This instrument was acknowledged before me on the M day of Necember 2007 by CSCCOTS WARMENTS
2007, by OScar S. Wyelt Jr.

Witness my hand and official s	seal	
My commission expires:	Jine 28, 7008	
MY DIMERSION EXPIR	NOTARY UBLIC Residing at	
STATE OF TEXAS) : ss. COUNTY OF)		
The instrument was acknowle	edged before me the day of	
	ehalf of said corporation.	
Witness my hand and official some commission expires:		
	NOTARY PUBLIC Residing at:	

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PIPELINE EASEMENT AND RIGHT-OF WAY AGREEMENT

THIS PIPELINE EASEMENT AND RIGHT-OF-WAY AGREEMENT ("Agreement") is entered into this 1st day of July, 2007, by and between OSCAR S. WYATT, JR. whose mailing address is 8 Greenway Plaza, Suite 930, Houston, Texas 77046 and ALAMEDA CORPORATION whose mailing address is 8 Greenway Plaza, Suite 930, Houston, TX 77046 ("Grantors"), and DOMINION EXPLORATION AND PRODUCTION, INC. ("Dominion") XTO ENERGY, INC. ("Grantee"), with offices at 14000 Quail Springs Parkway, #600 Oklahoma City, OK 73134-2600.

Recitals

A. Grantors are the fee simple owners of record title of the surface estate in the following described lands in Uintah County, Utah:

Township 11 South, Range 20 East, S.L.M.

Section 12: SE¹/₄SW¹/₄ Section 13: E¹/₂NW¹/₄

(containing 120.00 acres, more or less)

("Subject Lands"); and

- B. Grantee is in the business of exploring for, developing, producing, and processing natural gas, oil, and associated hydrocarbons; and,
- C. Grantee has acquired rights to the oil and gas estate underlying certain lands located in T11S-R20E-S13 from the United States, owner of the mineral estate; and,
- D. Grantee is the operator of the BPU #6-13H Well ("Well") to be drilled SE¼NW¼ of the subject Section 13 lands; and,
- E. Grantee desires to construct, operate, and maintain a natural gas (gathering system) pipeline across the Subject Lands to the Well; and,
- F. With this Agreement, Grantee and the Grantors desire to establish terms for the pipeline easement and right-of-way.

NOW THEREFORE, for and in consideration of sum of \$2,829.00 and other good and valuable consideration, Grantors grant to Grantee and its successors and assigns, a right-of-way and easement ("Easement") to construct, maintain, operate, inspect, repair, alter, replace and remove pipelines and appurtenant facilities for the transportation of oil, gas, or other hydrocarbons across, under, or over the Subject Lands, depicted and described on the plat attached hereto as Exhibit A, and incorporated into this Agreement by reference. Said Easement shall be 30 (thirty) feet wide, 15 (fifteen) feet on

either side of the centerline, for a distance of 188.59 rods, and contain approximately 2.143 acres.

- 1. Access. Grantors acknowledge Grantee's non-exclusive right of access on and over the surface estate in the Subject Lands and such surface use as is reasonably necessary to produce and transport oil, gas, and associated hydrocarbons, as defined by Utah law. Should Grantee's activities damage any of Grantor's roads or fences, Grantee shall promptly repair or compensate Grantor to repair such damages.
- 2. Compensation for Pipeline Right-of-Way and Easement. Grantee will pay to Grantors at the time of the signing of this Agreement the sum of \$2,829.00 for the Easement which includes damages to the surface estate resulting from its construction and use. The foregoing compensation includes all sums to be paid for damages to the surface estate resulting from the exercise of rights herein granted.
- 3. **Term of Grant**. Rights granted by this Agreement shall continue so long as Grantee, its successors or assigns, are actively engaged in operations on the Subject Lands, or until written surrender of such rights by Grantee, its successors or assigns, whichever is the earlier. Grantee shall have the authority to surrender separately any part of the Subject Lands, in which event, the surrendered portion of the Subject Lands shall no longer be subject to this Agreement.
- 4. **Right of Occupancy**. Grantee shall have all rights and benefits necessary or convenient for the full enjoyment and use of the rights granted, including the right of ingress and egress over and across the Subject Lands to and from the Easement, and the right from time to time to cut trees, undergrowth, and other obstructions that may injure, endanger, or interfere with the Grantee's use of the Easement. Grantee agrees to conduct all of its operations in a good and workmanlike manner and after completion of construction, shall remove all debris, trash, equipment and surplus materials from the right-of-way. Should any of the pipeline be buried, Grantee shall inspect the right-of-way twice a year to insure that there are no wash outs or depressions in the pipeline ditch and if such exist Grantee shall take such actions as necessary to fill in the depressions and restore the surface to the original condition as much as reasonably possible.
- 5. **Assignment of Rights**. All rights and obligations under this Agreement shall run with the Subject Lands and shall inure to the benefit of and be binding upon the heirs, successors, or assigns of each party.
- 6. **Indemnification**. Grantee and its agents and subcontractors hereby agree to indemnify and hold Grantors, its employees, heirs, agents, lawyers and assigns harmless of, from and against all liabilities, claims, damages, losses, liens, fines, penalties, costs, causes of action, suits, judgments and expenses (including without limitation court costs, attorneys' fees and paralegal fees, fees and costs of expert witnesses and costs of investigation) of any nature, kind or description or any person or entity (including but not limited to deaths of or injuries to employees of Grantee and its contractors, agents and employees or any other persons, including all third persons

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whatsoever), or damages to property, directly or indirectly, proximately or remotely, arising out of, caused by or resulting from, in whole or part from: (a) the present or future condition, state of repair or defect of Grantors' property and/or improvements thereto, whether latent or visible, known or unknown, (b) any act or omission (whether negligent or not) of Grantee or its employees, contractors or their employees or anyone that they control or exercise control over or any other person entering upon Grantors' property under or with the express or implied invitation of Grantee, (c) any breach, violation of this Agreement or (d) the use of or occupancy of the property even if and including if any such liabilities ârise from or are attributable to, in whole or in part, to Grantors' negligence or strict liability. In case any action or proceeding is brought against Grantors by third parties resulting from Grantee's activities on the property, upon notice, Grantee agrees to defend Grantors in such action or proceeding.

7. Notices and Payment. Notices shall be in writing and shall be given by certified or registered mail to Dominion, Oscar S. Wyatt, Jr., and Alameda Corporation at the following addresses:

XTO Energy, Inc. 810 Houston St.

14000 Quail Springs Parkway, # 600

Dominion Exploration and Production. Inc.

Fort Worth, TX 76102-6298 Oklahoma City, OK 73134-2600

Attn: Mr. Shannon Nichols

Attention: Mr. Russell R. Waters

Oscar S. Wyatt, Jr. 3355 West Alabama Houston, TX 77098

Alameda Corporation 3355 West Alabama Houston, TX 77098

or to such address as the party may designate to the other in writing not less than thirty days before that event which triggers notices. Notices shall be effective the third day after the date of mailing, postage prepaid.

- Governing Law. The laws of the State of Utah shall control the rights of the parties under this contract.
- Modifications. This Agreement may not be amended or modified, except by a written instrument to such effect signed by the parties.
- Confidentiality and Recording. The financial terms of this Agreement 10. shall remain confidential as between the parties. Grantee, at its option, may record in Uintah County or submit to regulatory agencies having jurisdiction over oil and gas operations, a memorandum of agreement containing essential elements of the Agreement to give constructive notice of its rights or to comply with regulatory requirements for

evidence of an agreement with Grantors. However, in no event shall the financial terms be recorded or divulged to third parties, except as a legitimate purchaser or transferee.

- 11. Waiver. By signing this Agreement, neither party waives its statutory and common law rights to occupancy and enjoyment of their respective estates, except as expressly provided in this Agreement with regard to the Easement.
- 12. **Further Waiver.** Failure of either party hereto to enforce any provision of this Agreement at any time shall not be construed as a waiver of such provision or of any other provision of this Agreement.
- 13. **Severability.** If any provision in this Agreement is held invalid or unenforceable, the remainder of this Agreement shall continue in full force and effect.
- 14. **Attorneys' Fees.** In the event that any party hereto brings any action to enforce or interpret the provisions of this Agreement, the prevailing party in such action, as determined by the court, shall be awarded from the non-prevailing party all of its costs and attorneys' fees incurred in connection with such action, including all costs and attorneys' fees associated with any appeals.
- 15. **Entire Agreement.** This Agreement, together with the attached Exhibit A, constitutes the entire agreement between the parties relating to the subject matter hereof, and supersedes any prior agreements and understandings between the parties.
- 16. Counterparts. This Agreement may be executed in one or more counterparts, each of which shall be an original, but all of which together shall constitute one and the same instrument, and it shall not be necessary in making proof of this Agreement to produce or account for more than one original.

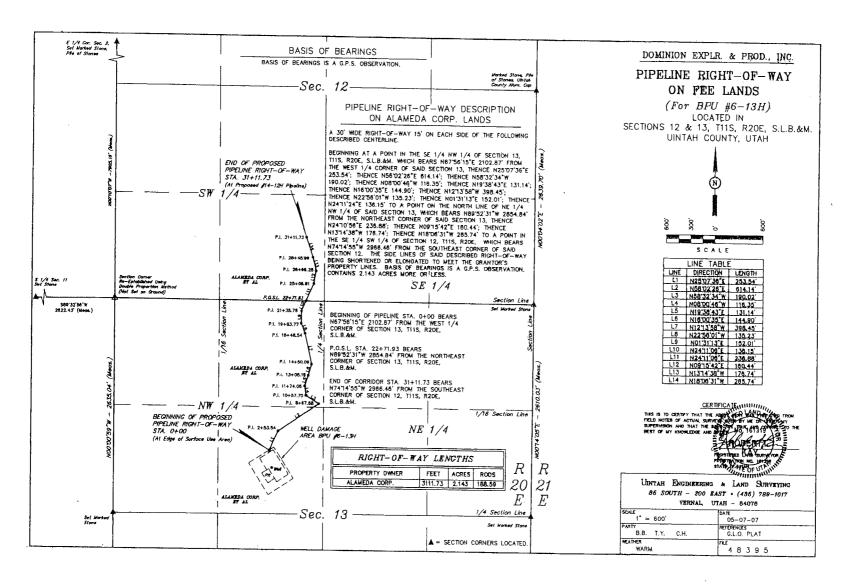
Dated this 1st day of July, 2007.

Dominion Exploration and Production, Inc.
Ву
Its
Alameda Corporation
By M. J. Juste
Its Wendent.
Oscar S. Wyatt, Jr.
By Osear Swintig

ACKNOWLEDGMENTS

STATE OF OKLAHOMA
COUNTY OF OKLAHOMA)
Before me, a notary public in and for said state, on this day of, 2007, personally appeared, to me known to be the identical person who subscribed the name of the maker thereof to the foregoing instrument as its and aeknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation for the uses and purposes therein set forth.
Witness my hand and official seal
My commission expires:
NOTARY PUBLIC
Residing at:
: ss. COUNTY OF HARRIS The instrument was acknowledged before me the 19 day of Occarba 2007, by N+ Andol , as 1800 of Alameda Corporation, a Texas corporation, on behalf of said corporation.
Witness my hand and official seal
My commission expires: July 28, 1008
CATHERINE HARRY— MY COMMISSION EXPIRES OT ARY PUBLIC June 28, 2008 Residing at:
STATE OF TEXAS) : ss.
COUNTY OF HARRIS)
This instrument was acknowledged before me on the 19 day of December 2007, by December 1.

Witness my hand and official so	eal	
My commission expires: CATHERINE HAF MY COMMISSION E June 28, 200	A TANK TO THE TO THE TOTAL TO THE TANK TO THE TANK THE TA	
STATE OF TEXAS) : ss.		
The instrument was acknowled	dged before me the day of	of VTC
The instrument was acknowled 20, by	eal	_ 01 A10
	NOTARY PUBLIC Residing at:	



ACCESS ROAD EASEMENT AND RIGHT-OF WAY AGREEMENT

THIS ACCESS ROAD EASEMENT AND RIGHT-OF-WAY AGREEMENT ("Agreement") is entered into this 1st day of July, 2007, by and between Oscar S. Wyatt, Jr. whose mailing address is 8 Greenway Plaza, Suite 930, Houston, Texas 77046 and Alameda Corporation whose mailing address is 8 Greenway Plaza, Suite 930, Houston, TX 77046 ("Grantors"), and Dominion Exploration and Production, Inc. XTO Energy, Inc. ("Grantee"), with offices at 14000 Quail Springs Parkway, #600 Oklahoma City, OK 73134-2600.

Recitals

A. Grantors are the fee simple owners of record title of the surface estate in the following described lands in Uintah County, Utah:

Township 11 South, Range 20 East, S.L.M.

Section 13: E½NW¼

(containing 80.00 acres, more or less)

("Section 13 Lands"); and

- B. Grantee is in the business of exploring for, developing, producing, and processing natural gas, oil, and associated hydrocarbons; and,
- C. Grantee has acquired rights to the oil and gas estate underlying the Section 13 lands from the United States, owner of the mineral estate; and,
- D. Grantee is the operator of the BPU #6-13H Well ("Well") to be drilled SE½NW¼ of the Section 13 lands; and,
- E. Grantee desires to construct, operate, and maintain an access road on the Section 13 Lands to be used both for access to the Well and as a connector road to Grantee's wells in adjoining sections; and,
- F. With this Agreement, Grantee and the Grantors desire to establish terms for the access road easement and right-of-way.

NOW THEREFORE, for and in consideration of sum of \$790.00 and other good and valuable consideration, Grantors grant, convey, warrant and deliver to Grantee and its successors and assigns, an easement and right-of-way ("Right-of-Way") for roadway purposes over and across the Section 13 Lands, depicted and described on the plat attached hereto as Exhibit A, and incorporated into this Agreement by reference. Said, Right-of-Way shall be thirty (30) feet wide, fifteen (15) feet on either side of the centerline, for a distance of 52.68 rods, and contain approximately 0.599 acres.

- 1. Access. Grantors acknowledge Grantee's right of access over and across the surface estate in the Section 13 Lands and such surface use as is reasonably necessary for access to the Well and to any future wells.
 - 2. Compensation for Access Road. Grantee will pay to Grantors at the time of the signing of this Agreement the sum of \$790.00 for the Right-of-Way which includes damages to the surface estate resulting from its construction and use. The foregoing compensation includes all sums to be paid for damages to the surface estate resulting from the exercise of rights herein granted and is deemed full payment for the Right-of-Way during its entire term.
- 3. **Term of Grant**. Rights granted by this Agreement shall continue so long as Grantee, its successors or assigns, are actively engaged in operations on the Section 13 Lands, or until written surrender of such rights by Grantee, its successors or assigns, whichever is the earlier. Grantee shall have the authority to surrender separately any part of the Section 13 Lands, in which event, the surrendered portion of the Section 13 Lands shall no longer be subject to this Agreement.
- 4. **Right of Occupancy**. Grantors hereby grant to Grantee the right of immediate occupancy of the Right-of-Way, to the extent not heretofore granted, as shall be reasonably necessary for these purposes under this Agreement.
- 5. **Assignment of Rights**. All rights and obligations under this Agreement shall run with the Section 13 Lands and shall inure to the benefit of and be binding upon the heirs, successors, or assigns of each party.
- 6. Non-Exclusive Grant to Grantee. Grantee acknowledges Grantors hold title to the respective surface estate. Grantee acknowledges that the road easement and right-of-way is a non-exclusive grant and that Grantor on behalf of itself and its employees, agents, contractors, officers and invitees retain the full right to use the road made the subject of this road easement. Grantee shall repair all damages to the road caused by Grantee's use of the road. Grantee also agrees to pay a reasonable prorate portion of the normal annual maintenance of the road. Grantors, their successors, assigns, invitees, and licensees shall not unreasonably interfere with Grantee's operations on the access roads nor with any of their attendant equipment and operations. Grantee agrees to construct the road contemplated herein in a good and workmanlike manner and in such a way as to not alter the natural drainage and shall keep the roadway clean and free of debris and trash.
- 7. Indemnification. Grantee and its agents and subcontractors hereby agree to indemnify and hold Grantors, its employees, heirs, agents, lawyers and assigns harmless of, from and against all liabilities, claims, damages, losses, liens, fines, penalties, costs, causes of action, suits, judgments and expenses (including without limitation court costs, attorneys' fees and paralegal fees, fees and costs of expert witnesses and costs of investigation) of any nature, kind or description or any person or entity (including but not limited to deaths of or injuries to employees of Grantee and its

contractors, agents and employees or any other persons, including all third persons whatsoever), or damages to property, directly or indirectly, proximately or remotely, arising out of, caused by or resulting from, in whole or part from: (a) the present or future condition, state of repair or defect of Grantors' property and/or improvements thereto, whether latent or visible, known or unknown, (b) any act or omission (whether negligent or not) of Grantee or its employees, contractors or their employees or anyone that they control or exercise control over or any other person entering upon Grantors' property under or with the express or implied invitation of Grantee, (c) any breach, violation of this Agreement or (d) the use of or occupancy of the property even if and including if any such liabilities arise from or are attributable to, in whole or in part, to Grantors' negligence or strict liability. In case any action or proceeding is brought against Grantors by third parties resulting from Grantee's activities on the property, upon notice, Grantee agrees to defend Grantors in such action or proceeding.

8. **Notices and Payment**. Notices shall be in writing and shall be given by certified or registered mail to Dominion, Oscar S. Wyatt, Jr., and Alameda Corporation at the following addresses:

XTO Energy, Inc.

14000

Dominion Exploration and Production, Inc.

810 Houston St.

14000 Quail Springs Parkway, # 600

Fort Worth, TX 76102-6298

Oklahoma City, OK 73134-2600

Attn: Mr. Shannon Nichols

Attention: Mr. Russell R. Waters

Oscar S. Wyatt, Jr. 3355 West Alabama Houston, TX 77098

Alameda Corporation 3355 West Alabama Houston, TX 77098

or to such address as the party may designate to the other in writing not less than thirty days before that event which triggers notices. Notices shall be effective the third day after the date of mailing, postage prepaid.

- 9. **Ownership of the Access Road upon Termination**. The access road constructed by Grantee on the Section 13 Lands shall become the Grantors' property upon termination of this Agreement.
- 10. **Rehabilitation and Restoration**. The access road constructed by Grantee shall be restored as near as possible to its original condition and reseeded with native grasses upon abandonment of the Well in accordance with acceptable industry practices and in compliance with all applicable laws and regulations in effect at the time of restoration. Provided however, that Grantors may at their option elect to have Grantee (or its successor) leave the access road, or any respective portion or segment thereof in an

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- 11. Governing Law. The laws of the State of Utah shall control the rights of the parties under this contract.
- 12. **Modifications.** This Agreement may not be amended or modified, except by a written instrument to such effect signed by the parties.
- 13. Confidentiality and Recording. The financial terms of this Agreement shall remain confidential as between the parties. Grantee, at its option, may record in Uintah County or submit to regulatory agencies having jurisdiction over oil and gas operations, a memorandum of agreement containing essential elements of the Agreement to give constructive notice of its rights or to comply with regulatory requirements for evidence of an agreement with Grantors. However, in no event shall the financial terms be recorded or divulged to third parties, except as a legitimate purchaser or transferee.
- 14. **Waiver**. By signing this Agreement, neither party waives its statutory and common law rights to occupancy and enjoyment of their respective estates, except as expressly provided in this Agreement with regard to the Right-of-Way.
- 15. **Further Waiver.** Failure of either party hereto to enforce any provision of this Agreement at any time shall not be construed as a waiver of such provision or of any other provision of this Agreement.
- 16. **Severability.** If any provision if this Agreement is held invalid or unenforceable, the remainder of this Agreement shall continue in full force and effect.
- 17. **Attorneys' Fees.** In the event that any party hereto brings any action to enforce or interpret the provisions of this Agreement, the prevailing party in such action, as determined by the court, shall be awarded from the non-prevailing party all of its costs and attorneys' fees incurred in connection with such action, including all costs and attorneys' fees associated with any appeals.
- 18. **Entire Agreement.** This Agreement, together with the attached Exhibit A, constitutes the entire agreement between the parties relating to the subject matter hereof, and supersedes any prior agreements and understandings between the parties.
- 19. **Counterparts**. This Agreement may be executed in counterparts. Each counterpart shall constitute an original and all counterparts together shall constitute one and the same document.

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Dated this 1st day of July, 2007.

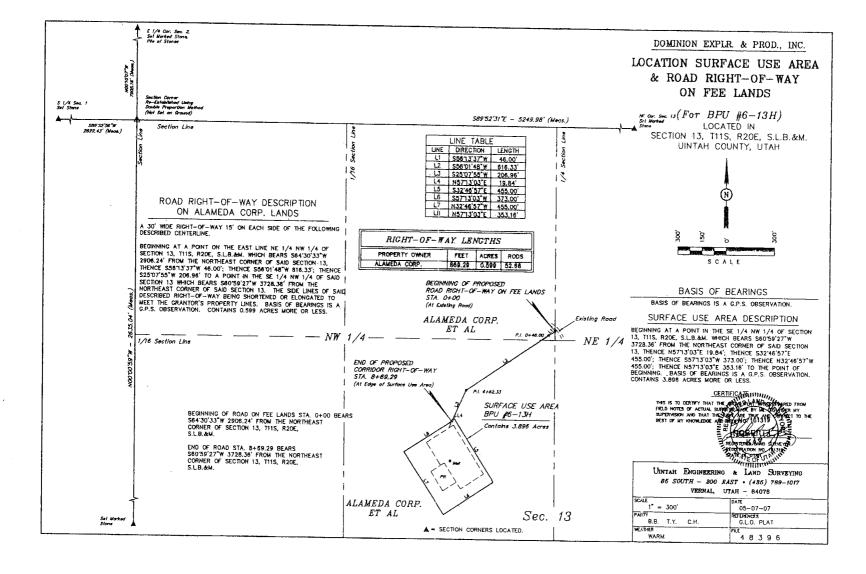
XTO Energy, Inc.
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Oscar S. Wyatt, Jr.
Du Charle & West for
by Corporation

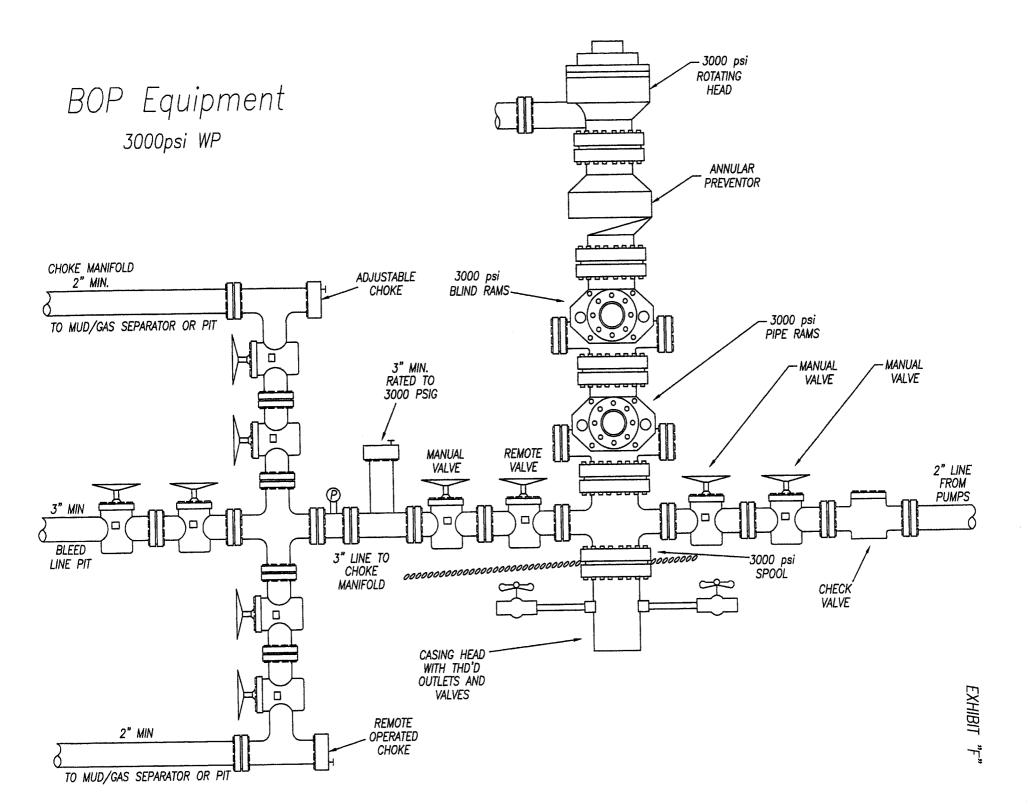
ACKNOWLEDGMENTS

STATE OF OKLAHOMA
) ss.
COUNTY OF OKLAHOMA)
Before me, a notary public in and for said state, on this day of, 2007, personally appeared, to me known to be the identical person who subscribed the name of the maker thereof to the foregoing instrument as its and acknowledged to me that he executed the same as his free and voluntary act and deed, and as the free and voluntary act and deed of such corporation for the uses and purposes therein set forth.
Witness my hand and official seal
My commission expires:
NOTARY PUBLIC
Residing at
: ss. COUNTY OF HARRIS The instrument was acknowledged before me the 19 day of 10 (ember 2007, by 10 + 10 mod 2007, as 10 color of Alameda Corporation, a Texas corporation, on behalf of said corporation.
Witness my hand and official seal
My commission expires: 78,7008
CATHERINE HARRY MY COMMISSION EXPIRES June 28, 2008 NO TARY PUBLIC Residing at:
STATE OF TEXAS) : ss.
COUNTY OF HARRIS)
This instrument was acknowledged before me on the 101 day of 100 ember 2007, by Orar's unjust in

Witness my hand and official seal	
My commission expires: 28, 7008. CATHERINE HARRY NOTARY PUBLIC MY COMMISSION EXPIRES June 28, 2008 Residing at:	
STATE OF TEXAS) : ss. COUNTY OF) The instrument was acknowledged before me the day of	
20	of XTC
Energy, Inc., a Texas corporation, on behalf of said corporation.	
Witness my hand and official seal	
My commission expires:	
NOTARY PUBLIC Residing at:	

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CLASS III CULTURAL RESOURCE INVENTORY OF DOMINION'S PROPOSED BIG PACK UNIT LOCATION #6-13H, ASSOCIATED ACCESS ROAD, AND PIPELINE

UINTAH COUNTY, UTAH

Author:

Shina duVall, Cultural Resource Specialist

Prepared for:
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Roosevelt, UT 84066

Prepared by:
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300 E. Mineral Avenue, Suite 10
Littleton, CO 80122-2655

Principal Investigator: Jonathan D. Kent, Ph.D Field Supervisor: Stephen Snyder

Buys & Associates, Inc. Report No.: U-07-477-06-0019 State of Utah Project No.: U-07-UY-0796bp

July 23, 2007

Utah State Archaeological Survey Permit No.: 85
United States Department of the Interior Federal Land Policy and Management Act
(FLPMA) Permit No.: 07UT85002

CONFIDENTIALITY NOTICE:

Section 304 of the National Historic Preservation Act (16 U.S.C. 470w-3[a]) and Section 9 of the Archaeological Resources Protection Act of 1979 (16 U.S.C. 470hh) establish regulations regarding the confidentiality of information concerning the nature and location of archaeological resources. Therein is stated that information concerning the nature and location of any archaeological resource may not be made available to the public unless the Federal land manager concerned determines that such disclosure would not create a risk of harm to such resources or to the site at which such resources are located, or impede the use of a traditional religious site by practitioners.

As such, to the extent permitted by law, all information on archaeological resources and their locations gathered and presented with regard to the proposed project will be treated as confidential. All parties associated with the proposed project will ensure (1) that all information regarding specific site locations is kept confidential except for disclosures required by law or necessary to carry-out protection of sites; (2) that specific site locations are not included in any document made available to the general public; and (3) this information shall not be utilized by the requestor to destroy, excavate, or vandalize resources.

ABSTRACT

A Class III cultural resource inventory was conducted by Buys & Associates, Inc. in July 2007 for Dominion Exploration & Production, Inc.'s proposed well location #6-13H and 0.17 miles of associated access road and pipeline. The Project Area is located east of the Green River, just south of the confluence of Hill Creek and Willow Creek, in the general area of Big Pack Mountain in the Uinta Basin, Uintah County, Utah. The legal location of the Project Area is Section 13, Township 11S, Range 20E. The total area of survey included 11.92 acres on land administered by the Bureau of Land Management Vernal Field Office.

This Class III inventory resulted in the identification of three previous cultural resource inventories that were conducted within 1 mile of the Project Area. These previous inventories resulted in the identification of 88 archaeological sites (42Un1294-42Un1304, 42Un1340-42Un1342, 42Un1780, 42Un1953, 42Un2487, TRC Mariah 142236 and 142207, 42Un1386, 42Un3067-42Un3126, and 42Un3128-3135), 14 of which (42Un1386, 42Un3068, 42Un3073, 42Un3076, 42Un3079, 42Un3082, 42Un3085, 42Un3087, 42Un3095, 42Un3099, 42Un3101, 42Un3119, 42Un3129, and 42Un3131) were determined to be eligible for listing on the National Register of Historic Places. However, none of these previously recorded sites is located in the Project Area. No new cultural resources were recorded as a result of this inventory.

No avoidance or mitigation measures are recommended for the proposed project as there will be no effects to any historic properties as a result of the undertaking. Therefore, a determination of "no historic properties affected" is proposed for the project pursuant to Section 106 of the National Historic Preservation Act (36 CFR 800).

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1. INTRODUCTION

Buys & Associates, Inc. (B&A) conducted this Class III cultural resource inventory of Dominion Exploration & Production, Inc.'s (Dominion) proposed well location #6-13H, and 0.17 miles of associated access road and pipeline. The Project Area is located east of the Green River, just south of the confluence of Hill Creek and Willow Creek, in the general area of Big Pack Mountain in the Uinta Basin, Uintah County, Utah. The legal location of the Project Area is in Section 13, Township 11S, Range 20E (**Figure 1.1**). The total area of survey included 11.92 acres on land administered by the Bureau of Land Management (BLM) Vernal Field Office.

This cultural resource inventory was conducted in compliance with Federal and State legislation including Section 106 of the National Historic Preservation Act of 1966 (as amended) (NHPA), the National Environmental Policy Act of 1969, the Archaeological and Historic Preservation Act of 1974, the Archaeological Resources Protection Act of 1979 (ARPA), and the American Indian Religious Freedom Act of 1978. The NHPA sets forth national policy and procedures regarding "historic properties"—that is, regions, sites, buildings, structures, and objects included in or eligible for the National Register of Historic Places (NRHP). Section 106 of the NHPA requires Federal agencies to consider the effects of their undertakings on such properties, following regulations issued by the Advisory Council on Historic Preservation (ACHP) (36 CFR 800).

Criteria for evaluating the significance of resources for listing on the NRHP are outlined in 36 CFR 800.10, "National Register Criteria." The quality of significance in American history, architecture, archaeology, engineering, and culture is present in districts, sites, buildings, structures, and objects that possess integrity of location, design, setting, materials, workmanship, feeling, and association, and:

- a) that are associated with events that have made a significant contribution to the broad patterns of our history;
- b) that are associated with the lives of persons significant in our past;
- that embody the distinctive characteristics of a type, period, or method of construction, or represent the work of a master, or that possess high artistic values, or that represent a significant and distinguishable entity whose components may lack individual distinctiont and,
- d) that have yielded, or may be likely to yield, information important in prehistory or history.

This Class III cultural resource inventory was conducted by Stephen Snyder and Jeff Yelton of B&A during the week of July 2-6, 2007. The records search was conducted by Marty Thomas at the Division of State History, Salt Lake City, Utah on May 31, 2007. Jonathan D. Kent, Ph.D, served as the principal investigator. Stephen Snyder served as the Field Supervisor. All field notes and photographs are on file at B&A's office in Littleton, Colorado under project number U-07-477-06-0019.

This Class III inventory resulted in the identification of three previous cultural resource inventories that were conducted within 1 mile of the Project Area. These previous inventories resulted in the identification of 88 archaeological sites (42Un1294-42Un1304, 42Un1340-42Un1342, 42Un1780, 42Un1953, 42Un2487, TRC Mariah 142236 and 142207, 42Un1386, 42Un3067-42Un3126, and 42Un3128-3135), 14 of which (42Un1386, 42Un3068, 42Un3073, 42Un3076, 42Un3079, 42Un3082, 42Un3085, 42Un3087, 42Un3095, 42Un3099, 42Un3101, 42Un3119, 42Un3129, and 42Un3131) were determined to be eligible for listing on the NRHP. However, none of these previously recorded sites is located in the Project Area. No new cultural resources were recorded as a result of this inventory.

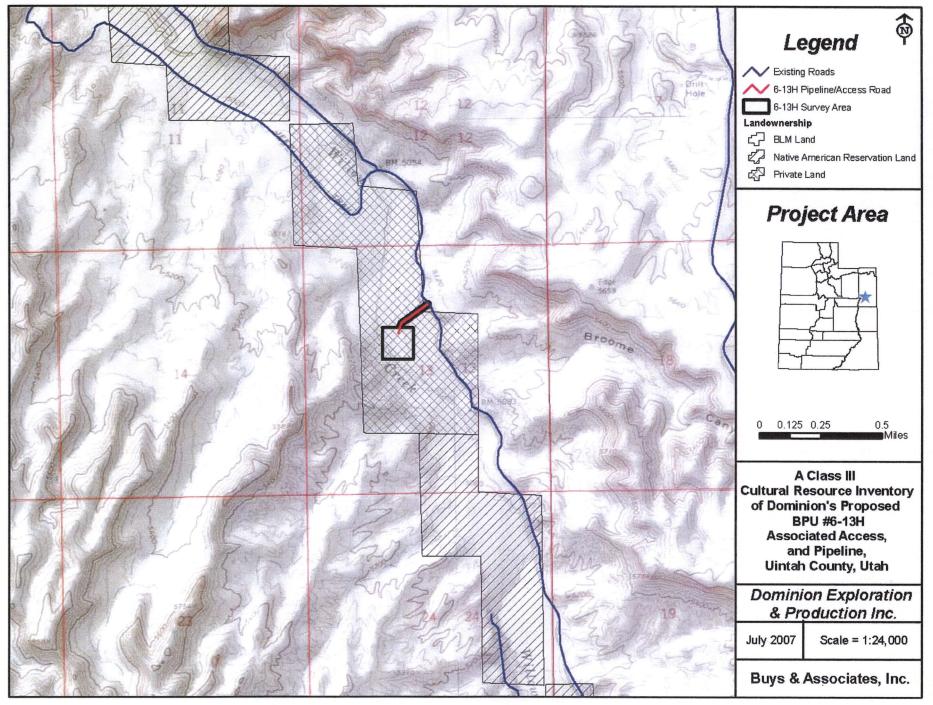


Figure 1.1 Location of Dominion's Proposed Big Pack Unit #6-13H, Associated Access Road and Pipeline.

2. ENVIRONMENT

The Uinta Basin and Uinta Mountains are located in the northeast corner of the State of Utah and are part of a larger physiographic area known as the Colorado Plateau. The Project Area is located east of the Green River, just south of the confluence of Hill Creek and Willow Creek in the general area of Big Pack Mountain in the Uinta Basin, Uintah County, Utah. The elevation of the Project Area ranges from approximately 5.100 to 5,700 feet. The topography consists of flat rocky ridges dissected by deep narrow canyons. It is characterized by raised, sloping benches or rides, incised ephemeral draws, and washes. Soils in the Project Area are shallow and consist of clay loams. Colluvium with some bedrock sandstone is also present. Drainage in the area is to the north with the Alger Pass drainages associated with Kings Canyon and the Willow Creek Unit drainages connected to Brown Canyon. Vegetation in the area includes Utah juniper, pinyon pine, black sagebrush, shadscale, galleta grass. Gardner's saltbush. prickly phlox, horsebrush, bud sage, American kochia, and cheat grass, with either pinyon and juniper trees and sagebrush as the dominant vegetation type. The Project Area and the Green River to the north and west provide habitat for numerous species of birds, mammals, reptiles, amphibians, fish, and invertebrates. Modern disturbances include oil and gas facilities and various roads.

3. CULTURE HISTORY

The prehistory of the Uinta Basin is complex and poorly understood because of its location at the intersection of the Great Basin, Colorado Plateau, and Northern Plains cultures. The cultural trajectory of change in the Uinta Basin has been generally categorized into five cultural-chronological periods, defined by Jennings (1986). These are the Paleoindian, Archaic, Formative (Fremont), Post Formative (Protohistoric), and Contact periods. The earliest evidence of a human presence in the area (during the Paleoindian period) dates back to approximately 12,000 years before present (B.P) during the terminal Pleistocene. This period is characterized by specialized hunting of big game animals, including the now-extinct species of mammoth and bison. Evidence for the Paleoindian presence in the Uinta Basin region comes from a few Clovis and Folsom projectile points and some Plano Complex lanceolate projectile points (Hauck 1998). However, these sparse isolated finds define the extent of the Paleoindian presence in the area, as few sites associated with the period have been sufficiently documented (Spangler 1995:332).

The Archaic stage, which dates from approximately 8000 B.P. to 1500 B.P., is better represented in the archaeological record of the area. This period is further subdivided into the Early Archaic phase, which dates from approximately 8000 to 5000 B.P.; the Middle Archaic, which dates to approximately 5000 B.P. to 2500 B.P.; and the Late Archaic, which dates from approximately 2500 B.P. to 1450 B.P. In the Uinta Basin, there are few artifacts or sites dating to the Early Archaic, but the Middle and Late Archaic phases are better represented in the archaeological record (Holmer 1986). In comparison to the Paleoindian period, the Archaic period is characterized by increased foraging subsistence strategy. Archaic peoples exploited a wide variety of floral resources, and began hunting an array of smaller to medium-sized game animals such as cottontail rabbits, muskrats, birds, beavers, prairies dogs, deer, antelope, mule, and

bighorn sheep. Archaic period cultural material includes an elaboration and expansion of the lithic toolkit with the introduction of new types of projectile points and the atlatl. Site types associated with the Archaic period include rock shelters, open-air campsites, plant gathering areas, and processing sites (Spangler 1995). The archaeological record indicates that the population in the Uinta Basin increased during the Middle Archaic period and continued to increase into the Late Archaic period. The first evidence of the construction of formal architectural features, such as semi-subterranean residential structures, and the beginnings of maize horticulture begin during the Late Archaic period.

The Formative period (Fremont) dates to approximately 2500 B.P. to annos domini (A.D.) 1400. During this period, the populations living in the Uinta Basin became more dependent on cultivated crops including corn, beans, and squash (Marwitt 1970). The Formative period is also marked by increased sedentism and the introduction of more elaborate and formal architectural features, such as shallow pithouse structures. Larger groups began occupying more permanent villages and some habitation sites appear to be positioned in strategic locations, such as atop buttes (Shields 1970). In addition, the Formative period, known in this area as the Uinta Fremont, witnessed the introduction of additional specialized technologies such as ceramics and the bow and arrow. The archaeology of Uinta Fremont architectural features has revealed evidence of postholes, hearths, two-handled wide-mouth vessels, and metates (Shields 1970).

The archaeological record indicates that the Formative period overlaps with the Post-Formative (Protohistoric) period as evidence suggests the arrival of Numic peoples in the area before the disappearance of Formative-period peoples (Reed 1994). Evidence of Numic (Ute and Shoshonean) artifacts and sites appears around approximately A.D. 1100. This transition from the Formative to the Post-Formative (Protohistoric) periods is characterized by a return to subsistence and settlement patterns that resembled the Archaic period trends, including more nomadic and semi-sedentary lifeways, and increased hunting and gathering. The exact nature, timing, and reasons for this transition and the apparent replacement of the rich and extensive Fremont culture and subsequent return to a more nomadic, hunting and gathering lifeway is unknown. Floral and faunal resources exploited by Numic-speaking peoples appear to have included goosefoot, grass seeds, pinyon nuts, juniper berries, squawbush berries and leaves, hackberry seeds, saltbush seeds, knotweed, chokecherry, chickweed, various small game, and deer, elk, pronghorn, and bison (Reed 1994:191). The habitation features of the Numic-speaking peoples consist primarily of wickiups, which are frame huts covered with matting made from bark or brush. It appears that the seasonal movement of small groups during this period was necessary to utilize these various resources. Cultural material in the archaeological record that is associated with Numic-speaking peoples include lithic stone tool scatters, brown ware pottery, "Shoshonean knives" (Janetski 1994), and rock art.

Euro-American activity in the Uinta Basin began with an initial interest in trapping and mineral and petroleum development and is generally defined by periods of Exploration, Trapping and Trading (1776-1852); Early Settlement (1853-1861); Reservation (1862-1868); Secondary Settlement and Early Irrigation (1869-1885); Mineral Development (1886-1904); Land Rush and Water Development (1905-1927); Drought, Depression, and World War II (1928-1945); and Post-War (1946-present).

The Dominguez and Escalante expedition of 1776 marks the beginning of the historic period in this area. In his diary, Escalante called the basin "a fine plain abounding in pasturage and fertile, arable land, provided it were irrigated." These explorers opened the basin to Spanish, Mexican, American, and British fur-trappers, traders, and settlers. Over the next 100 years, early trappers, Mormon settlers, surveyors, and military expeditions passed through or settled in the area. Historic resource exploitation in this area includes mining, logging, and oil and gas extraction. The early historic periods were often marked by conflict between the original inhabitants of the region and Euro-American groups.

Between the late 1820s and the 1840s, the basin and mountains were visited by such prominent historical figures as William H. Ashley, Etienne Provost, Antoine Robidoux, and Kit Carson. At least two semi-permanent trading posts were established in the basin. These included Fort Robidoux (Fort Uintah or Winty) and Fort Kit Carson. Furthermore, several expeditions visited the area, including the Captain John C. Fremont expedition during the 1840s, and that of Major John Wesley Powell who floated the Green River in 1869 and 1871. The area was not initially identified as an area to be settled by Mormon leaders. In the early 1860s, Brigham Young sent a small expedition to the area to determine its suitability for settlement, but the expedition reported that "all that section of country lying between the Wasatch Mountains and the eastern boundary of the territory, and south of Green River country, was one vast contiguity of waste and measurably valueless...excepting for nomadic purposes, hunting grounds for Indians and to hold the world together."

The Uintah Reservation was established in 1861. Several Ute groups, including the Uinta-ats (Tavaputs), PahVant, Tumpanawach, Cumumba, and Sheberetch formed the Uintah Band during the late 1860s to early 1870 (Burton 1996). The Uintah Reservation was established to include Utes who had previously lived in central Utah and Ute groups from Colorado, specifically the White River Utes who had participated in the Meeker Massacre of September 29, 1879, were added to the Utah reservation in 1882 (Burton 1996; Callaway, Janetski, and Stewart 1986). The establishment of the reservation and subsequent inclusion of Ute groups from Colorado required that the Utes living in central Utah and the White River Utes of Colorado give up their residence there, and move to the Uintah Reservation, which is located in the northeast portion of the state of Utah. In addition, the Ouray Reservation, which bordered the southern boundary of the Uintah Reservation, was established during this time. This reservation was set up to include a band of Uncompangre Utes. The Utes that were forced to move into these reservations were forced to sell their lands, and in many cases were not compensated for any resulting loss of land or independence. Furthermore, their relocation, residence, and containment on the two reservations was enforced militarily by the infantry stationed at the Department of War at Fort Thornburgh, which was established in 1881 (Burton 1996). Originally, the Uintah-Ouray Reservation encompassed over 3.5 million acres. However, today, the Uintah Utes, White River Utes, and Uncompanded Utes occupy only a small fraction of their former reservation lands. Between 1890 and 1933, over 500,000 acres of the Uintah-Ouray Reservation were taken for homesteading, and in 1906, over 900,000 additional acres were taken from the reservation and added to the National Forests (Clemmer 1986).

Thomas Smart was one of the first white settlers to inhabit the area east of Ouray in 1878. This was followed by additional settlement in the area of the White River in the late 1870s to early 1880s. In 1888, gilsonite and other asphaltum minerals were

discovered in various parts of the basin, which included eastern portions of the Uintah-Ouray Reservation. Miners convinced the Federal government to withdraw 7,000 acres from the reservation so that they could legally proceed with gilsonite mining activities. This area was called "the Strip." Between the late 1880s and early 1900s, the Dawes Act of 1887 and other mining and development campaigns succeeded in opening the Uinta Basin Indian Reservations, including the Uintah, the Ouray, and the Uncompahgre, to homesteading, development, and mining activities. The Mormon presence and increased settlement in the area grew after Thomas Smart's brother, William H. Smart, organized several expeditions into the Ouray Valley and the newly opened Ute Reservation. William H. Smart also became the president of the Wasatch Latter Day Saints (LDS) State in 1901 (Burton 1998). Several LDS families relocated to this area following Smart's initial exploration.

Early settlers in the region depended on livestock as the primary industry. Ranching and livestock make up an important part of the history of the Uinta Basin. Cattle were brought in from Brown's Park in Texas and other eastern areas since the early 1850s. and they were brought up to the Green River and surrounding mountain areas. The area offered an abundance of grass and water appropriate for livestock management. In 1912, the Uintah Cattle and Horse Growers Association was established. This group served to organize and issue brands to ranchers and to curtail rampant cattle rustling. which was becoming a significant problem as existing ranches grew in size and new ranches were established in the area (Burton 1996). Following the development of the cattle ranching industry, the sheep industry and the production of wool became an important industry in the Uinta Basin and its introduction coincided and possibly played a part in the waning of the cattle ranching industry. Sheep were desirable because of their heartiness and ability to survive the difficult basin winters better than cattle. Robert Bodily introduced the region to sheep in 1879 when he introduced a herd of 60. Following this introduction, the number of sheep being ranched in the region grew to approximately 50,000 head by the mid 1890s. Large-scale shearing corrals were built by C.S. Carter, and later by the Uintah Railway Company, and in 1899, the Uinta Basin sheep ranching industry was shipping 500,000 pounds of wool out of the area. The enormous growth of the wool industry in the region resulted in the passing of the Taylor Grazing Act in 1934, which designated certain areas as "districts" to stockmen, and required permits for livestock grazing. This act and acts like it led in part to the development of the Bureau of Land Management in 1946 (Burton 1996).

Uintah County is recognized for its various natural resources. These include coal, copper, iron, asphalt, shale, and as aforementioned, gilsonite. Commercial oil production began in 1948, but was not fully exploited until the 1970s, when the price of crude oil increased. The region has since experienced a boom and bust economic climate that is highly dependent on the price of and demand for oil and gas. Most recently the economic stability of the Uinta Basin is increasingly dependent on world energy prices and demand.

4. CLASS I INVENTORY

A file search for previous projects and documented cultural resources was conducted at the Division of State History – Utah State Historic Preservation Office (USHPO) on May 31, 2007. The purpose of the file search was to identify the previous cultural resource inventories conducted within the Project Area and the number, type, and eligibility

recommendations made for all of the archaeological sites previously documented. The NRHP National Register Information System (NRIS) online database was also consulted to determine if there are any NRHP-listed sites within the Project Area.

The results of the Class I inventory indicated that three cultural resource inventories had been conducted within 1 mile of the Project Area. These previous inventories resulted in the identification of 88 archaeological sites (42Un1294-42Un1304, 42Un1340-42Un1342, 42Un1780, 42Un1953, 42Un2487, TRC Mariah 142236 and 142207, 42Un1386, 42Un3067-42Un3126, and 42Un3128-3135), 14 of which (42Un1386, 42Un3068, 42Un3073, 42Un3076, 42Un3079, 42Un3082, 42Un3085, 42Un3087, 42Un3095, 42Un3099, 42Un3101, 42Un3119, 42Un3129, and 42Un3131) were determined to be eligible for listing on the NRHP. However, none of these previously recorded sites is located in the Project Area. These inventories and their findings are summarized in Table 4.1.

Table 4.1 Previous Cultural Resource Inventories Conducted in the Vicinity of the Project Area and Applicable Findings

Project No.	Company Name	Project Name	Findings
U-83-CE-0499b	Chambers Consultants and Planners	Cultural Resource Study on the White River Oil Shale Lease Lands in the Vernal District, Utah	42Un1294-42Un1304, 42Un1340-42Un1342
U-02-MQ-0243b,p,s	Montgomery Archaeological Consultants, Inc.	Cultural Resources Inventory of Seven Seismic Lines for the Veritas Uintah Seismic Project, Uintah County, Utah	42Un1780, 42Un1953, 42Un2487, TRC Mariah 142236 and 142207, 42Un1386, 42Un3067-42Un3126, 42Un3128-3135
U-05-MQ-0098b	Montgomery Archaeological Consultants, Inc.	Cultural Resource Inventory of Mak-J Energy's Main Pipeline for Big Pack Mtn Well Locations, T 11S, R20E and T111S, R21E, Uintah County, Utah	No Cultural Resources

5. FIELD SURVEY

The objective of the field inventory is to identify and document all eligible prehistoric and historic archaeological sites, as well as areas that may have a high probability of significant subsurface materials that may be impacted by the proposed undertaking. During the survey, the ground surface is examined for archaeological artifacts, features, or other evidence of human presence including charcoal-stained sediments or rock surface oxidation indicating the presence of fire. Particular consideration is given to areas of existing surface disturbance, including areas of erosion, cutbanks, animal burrows, anthills, roads, and other areas of construction activities as these areas provide indications of the potential for subsurface deposits of cultural material.

The Class III field inventory was conducted on all areas proposed for surface disturbance. At each proposed well location, a 10-acre square parcel is defined, centered on the well pad center stake. The survey area width for the access road and

pipeline routes is 30 meters (100 feet) to either side of the centerline. A 100 percent pedestrian coverage survey is then conducted on the entire 10-acre area with archaeologists walking parallel transects spaced at 15 meters (45 feet) apart.

6. SUMMARY OF THE KNOWN CULTURAL RESOURCES

This Class III inventory resulted in the identification of three previous cultural resource inventories that were conducted within 1 mile of the Project Area. These previous inventories resulted in the identification of 88 archaeological sites (42Un1294-42Un1304, 42Un1340-42Un1342, 42Un1780, 42Un1953, 42Un2487, TRC Mariah 142236 and 142207, 42Un1386, 42Un3067-42Un3126, and 42Un3128-3135), 14 of which (42Un1386, 42Un3068, 42Un3073, 42Un3076, 42Un3079, 42Un3082, 42Un3085, 42Un3087, 42Un3095, 42Un3099, 42Un3101, 42Un3119, 42Un3129, and 42Un3131) were determined to be eligible for listing on the NRHP. However, none of these previously recorded sites is located in the Project Area.

No new cultural resources were recorded during the survey of 11.92 acres for Dominion's Proposed Big Pack Unit location #6-13H, associated access road, and pipeline.

7. EVALUATION AND RECOMMENDATIONS

No avoidance or mitigation measures are recommended for the proposed project as there will be no effects to any historic properties as a result of the undertaking. Therefore, a determination of "no historic properties affected" is proposed for the project pursuant to Section 106 of the NHPA (36 CFR 800).

To minimize any potential damage to or destruction of cultural resources and to maintain compliance with Federal and State cultural resource legislation, the following stipulations should be adhered to by all project personnel:

- The operator and its contractors would inform their employees about Federal regulations intended to protect cultural resources. All personnel would be informed that collecting artifacts, including arrowheads, is a violation of Federal law.
- If cultural resources are uncovered during surface-disturbing activities, the
 operator and its contractors would suspend all operations at the site and the
 discovery would be immediately reported to the Authorized Officer, who would
 arrange for a determination of significance in consultation with the SHPO, and if
 necessary, recommend a recovery or avoidance plan.
- All vehicular traffic, personnel and equipment movement, and construction
 activities should be confined to the locations surveyed for cultural resources as
 referenced in this report, and to the existing roadways and/or inventoried access
 routes.

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PALEONTOLOGY EVALUATION SHEET

PROJECT: Dominion Exploration & Production Well BPU #6-13H

LOCATION: Fifteen miles south of Ouray, Utah. 2059' FNL 1979' FWL, Section 13, T11S, R20E, Uintah County, Utah.

OWNERSHIP: PRIV[X] STATE[] BLM[] USFS[] NPS[] IND[] MIL[] OTHER[]

DATE: June 24, 2007

GEOLOGY/TOPOGRAPHY: Canyon walls in surrounding area are of the Green River Formation, upper part, Upper Eocene age. The well pad sits in the center of the valley floor, but east of Willow Creek, on valley alluvium. The road and pipeline come in from the northeast from the Willow Creek road.

PALEONTOLOGY SURVEY: YES[] NO Survey[X] PARTIAL Survey[]

SURVEY RESULTS: Invertebrate[] Plant[] Vertebrate[] Trace[] No Fossils Found[]

PALEONTOLOGY SENSITIVITY: HIGH [] MEDIUM [] LOW [X] (PROJECT SPECIFIC)

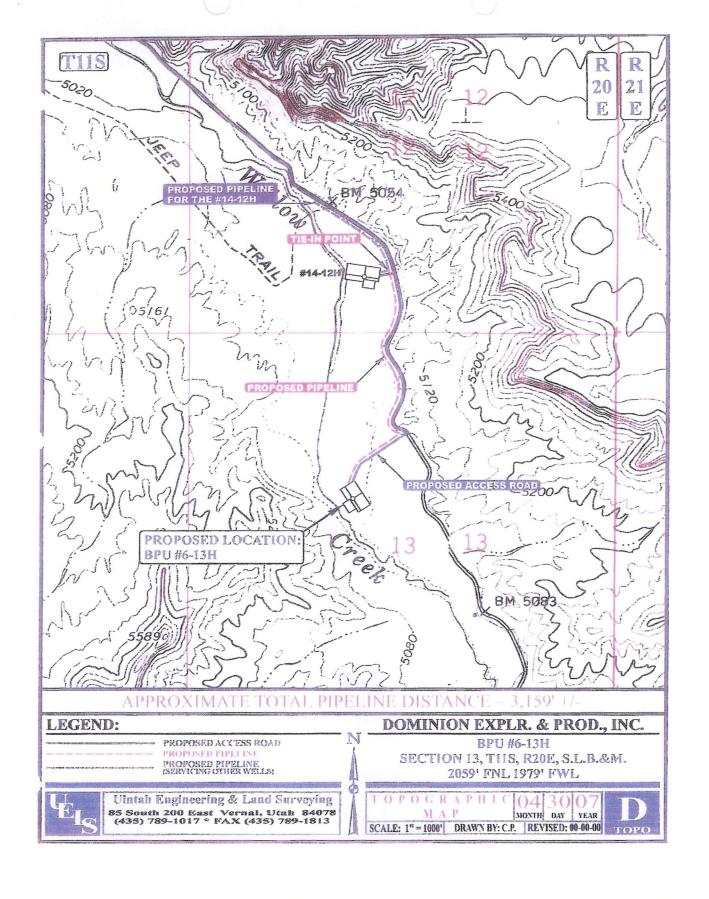
MITGATION RECOMMENDATIONS: NONE [X] OTHER [] (SEE BELOW)

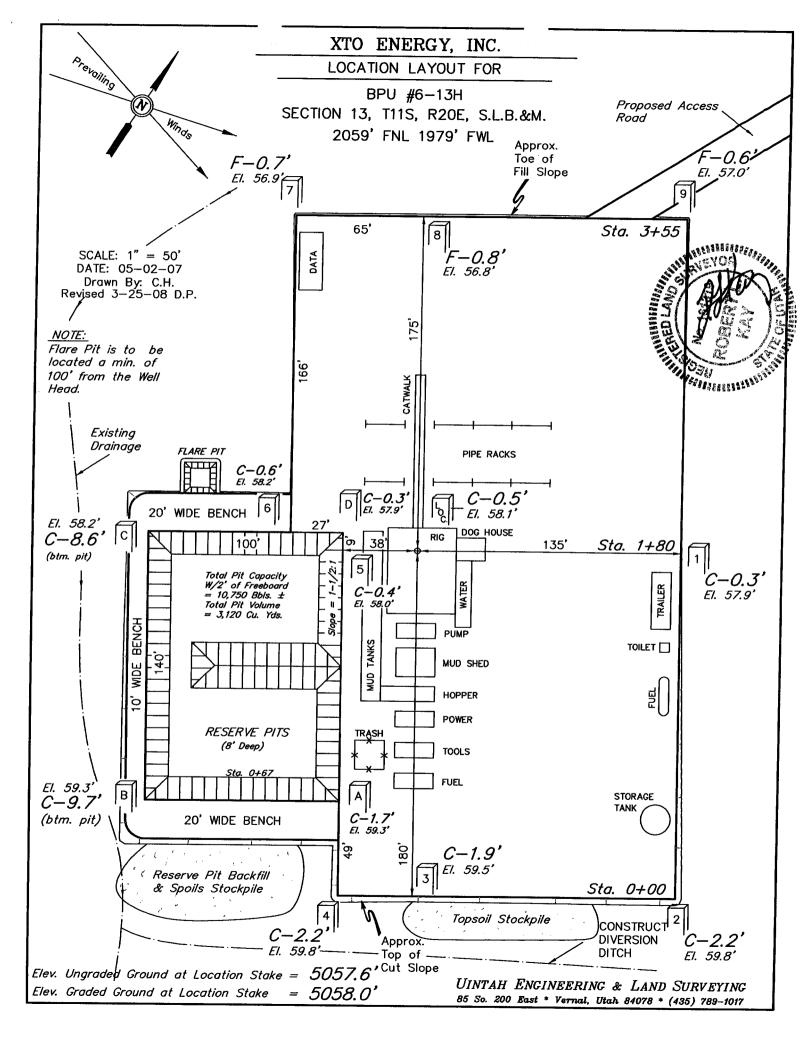
There is always some potential for discovery of significant paleontological resources in the Green River Formation. If significant vertebrate fossils (mammals, crocodiles, complete turtle shells, fish, etc.) are encountered during construction, work should stop in that area and a paleontologist should be contacted to evaluate the material discovered.

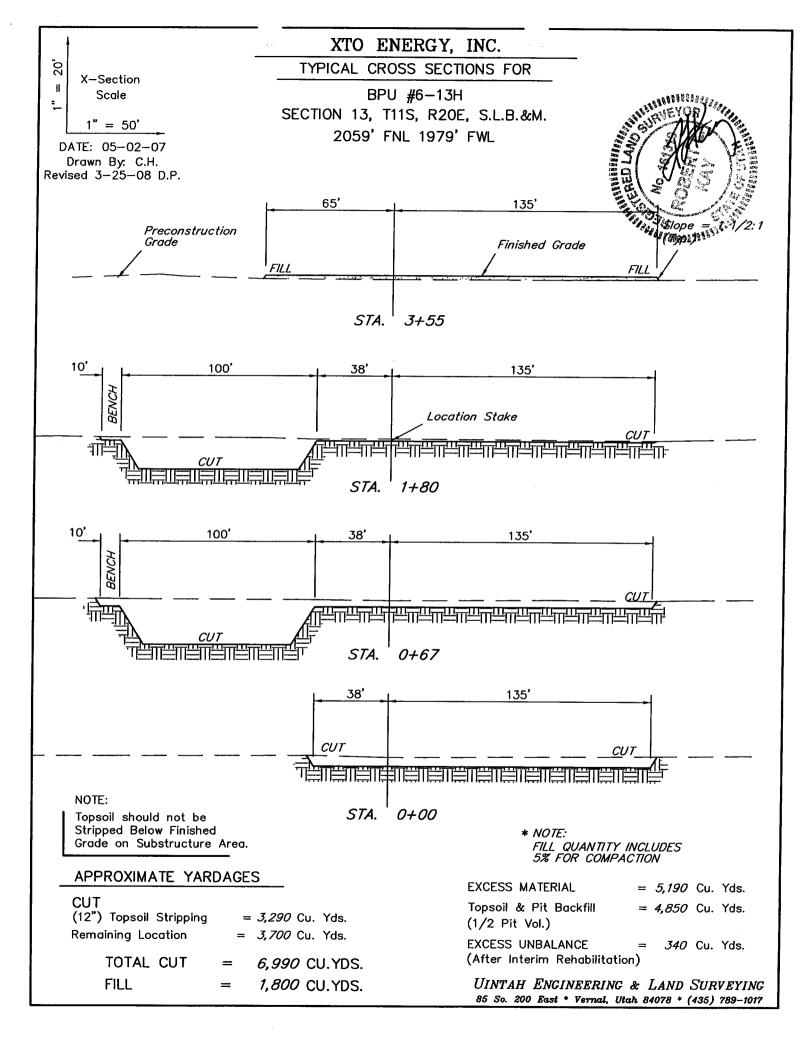
PALEONTOLOGIST: Alden H. Hamblin

No recommendations being made.

A.H. Hamblin Paleontological Consulting, 3793 N. Minersville Highway, Cedar City, Utah 84720 (435) 867-8355 Utah State Paleontological Permit # 07-355, BLM paleontological Resources Permit # UT-S-05-02, Ute Tribe Access Permits – 03/31/07 & 09/30/07. Utah Professional Geologist License – 5223011-2250.







XTO ENERGY, INC.

BPU #6-13H

LOCATED IN UINTAH COUNTY, UTAH SECTION 13, T11S, R20E, S.L.B.&M.

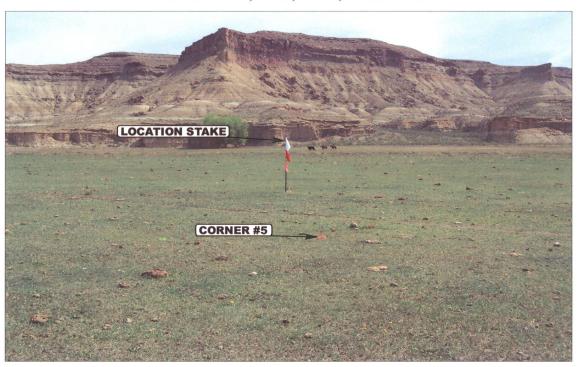


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY

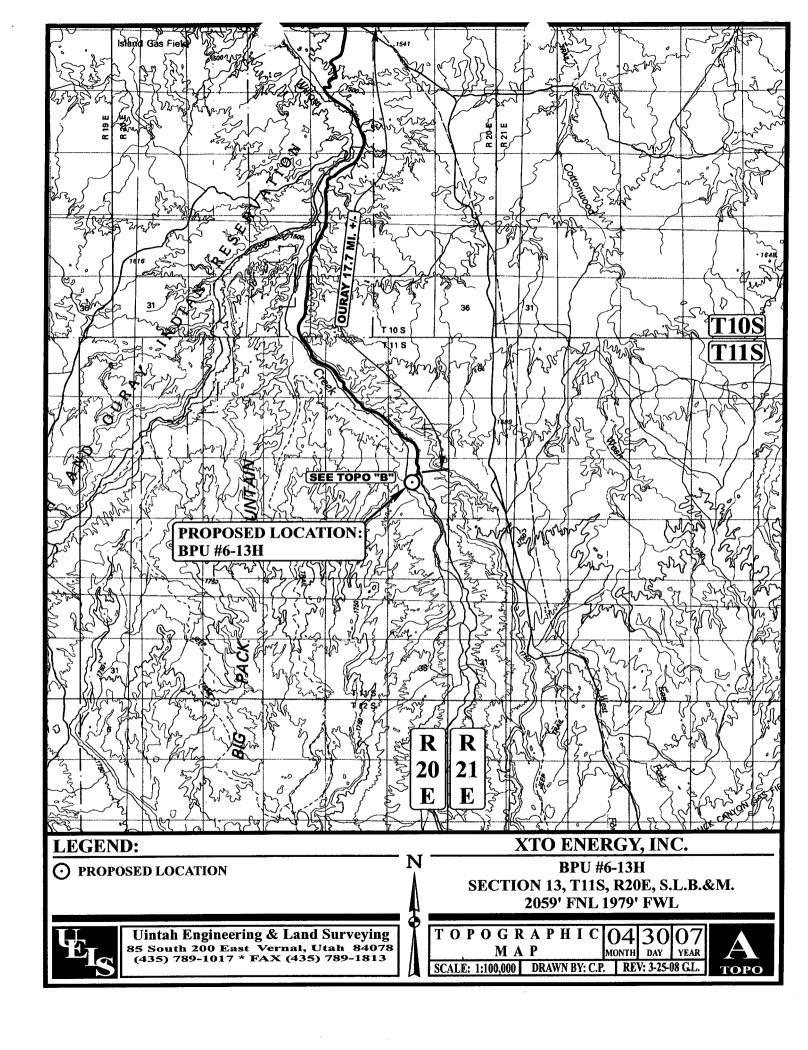


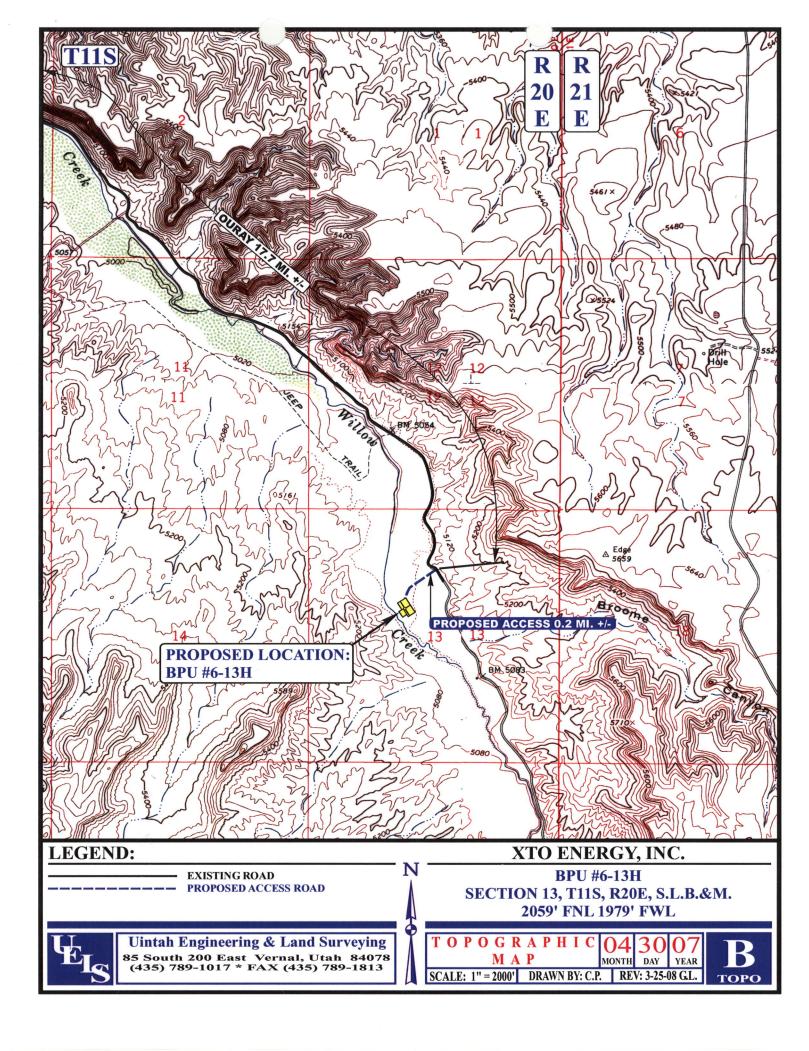
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 vels@uelsinc.com

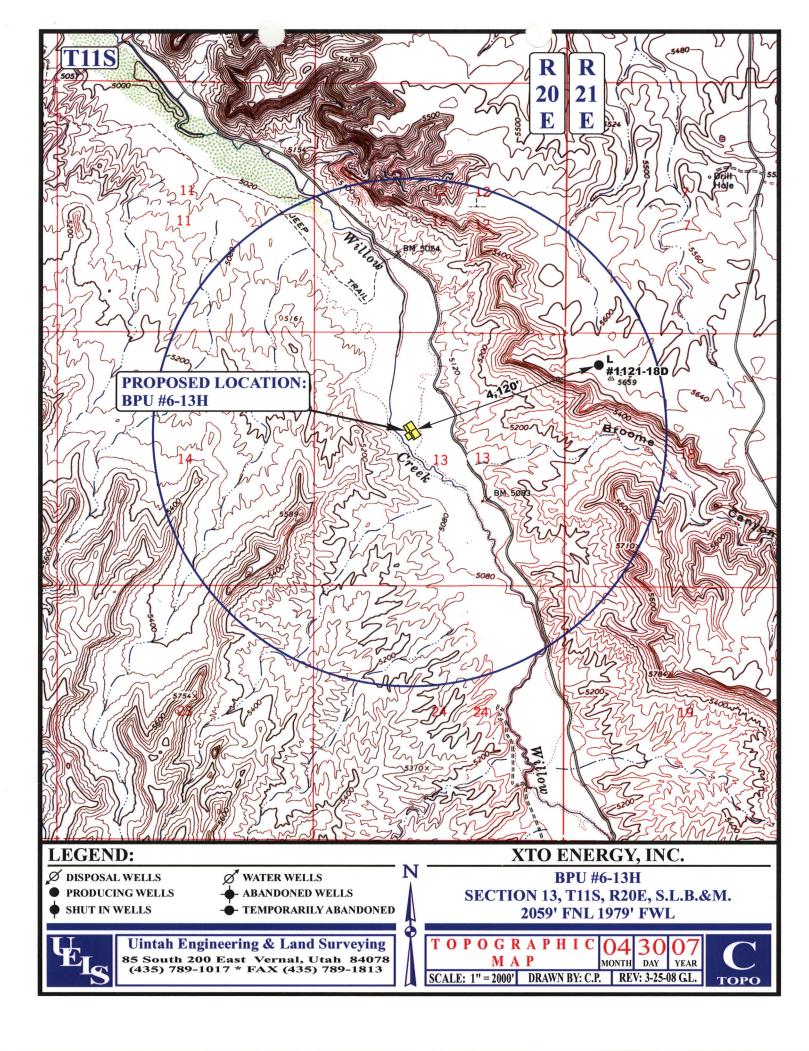
LOCATION PHOTOS

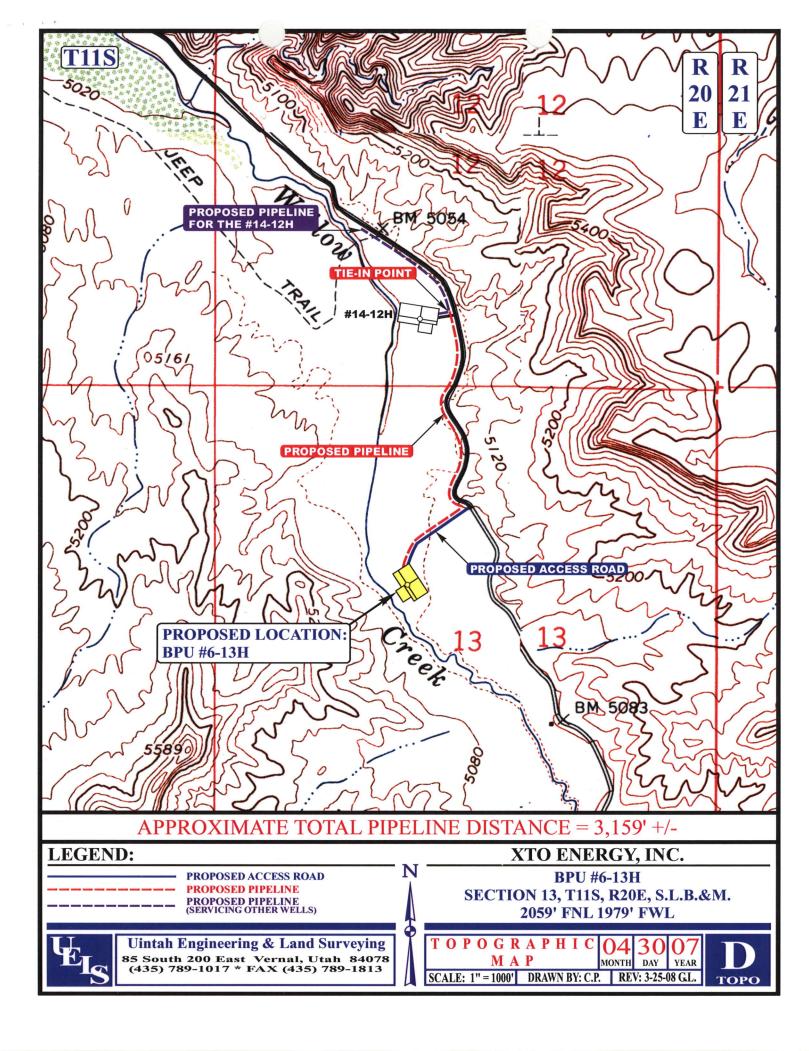
РНОТО

TAKEN BY: B.B. DRAWN BY: C.P. REV: 3-25-08 G.L.





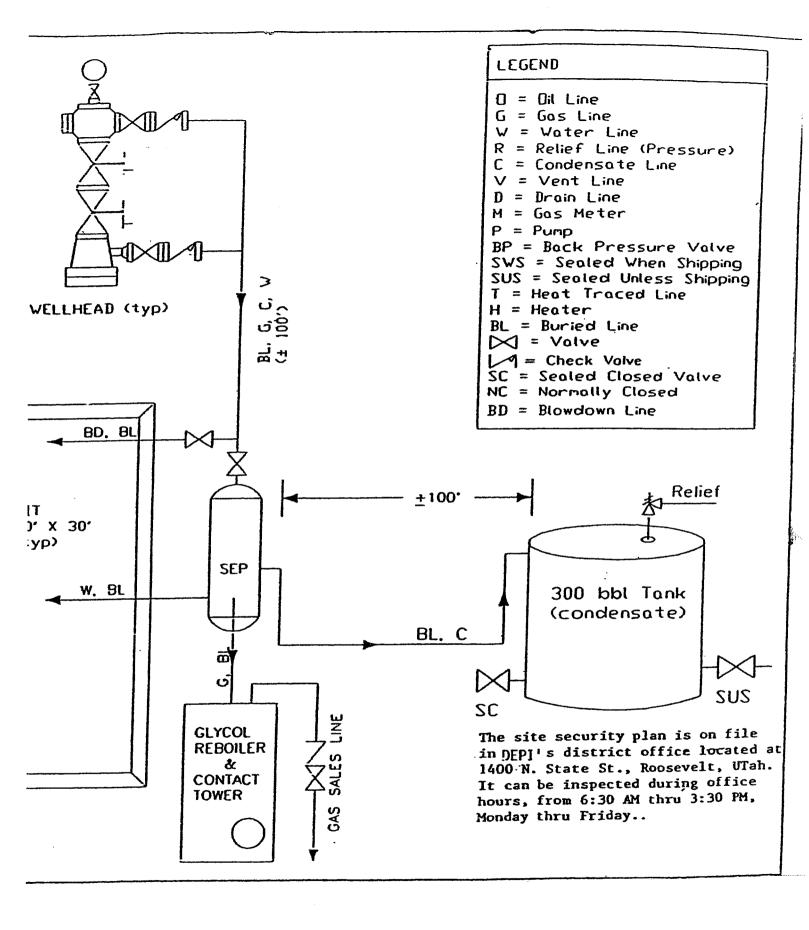




XTO ENERGY, INC. BPU #6-13H SECTION 13, T11S, R20E, S.L.B.&M.

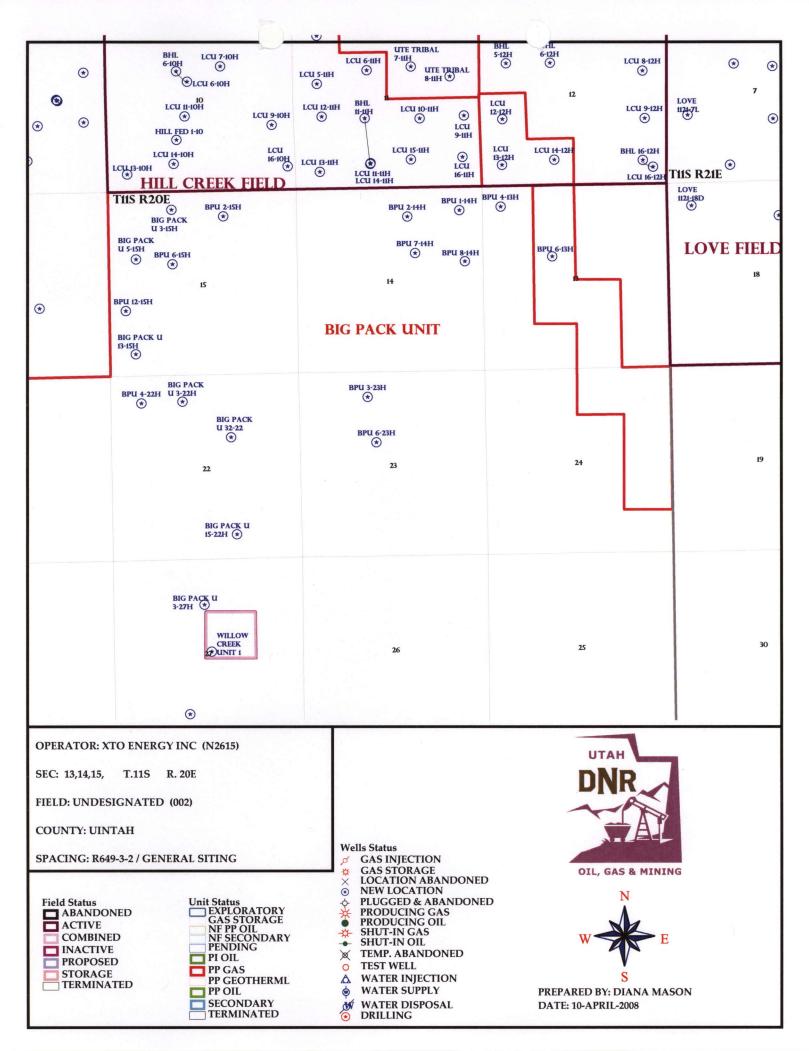
PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 9.1 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 8.6 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 48.9 MILES.



WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 04/10/2008		API NO. ASSIG	GNED: 43-04	7-39998	
WELL NAME: BPU 6-13H			405 740 526		
OPERATOR: XTO ENERGY INC (N2615 CONTACT: DON HAMILTON	-	PHONE NUMBER:	405-749-526	0.3	
PROPOSED LOCATION:	-	INSPECT LOCATN	BY: /	/	
SENW 13 110S 200E		Tech Review	Initials	Date	
SURFACE: 2059 FNL 1979 FWL BOTTOM: 2059 FNL 1979 FWL		Engineering	<u> </u>	8/5/08	
COUNTY: UINTAH			DRD	0/0/08	
LATITUDE: 39.86206 LONGITUDE: -109.6294		Geology			
UTM SURF EASTINGS: 617233 NORTHINGS: 4413 FIELD NAME: UNDESIGNATED (2		Surface			
LEASE TYPE: 4 - Fee LEASE NUMBER: FEE SURFACE OWNER: 4 - Fee RECEIVED AND/OR REVIEWED:	I,OCATT	PROPOSED FORMAT COALBED METHANE		IV D	
Plat Bond: Fed[] Ind[] Sta[] Fee[] (No. 104312762) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-10991) MRDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING:				
STIPULATIONS: Needs Pusite (86-74-08) Statement of Basis					



Application for Permit to Drill Statement of Basis

7/16/2008

Utah Division of Oil, Gas and Mining

Page 1

APD No

API WellNo

Status

Well Type

Surf Ownr

CBM

739

43-047-39998-00-00

Surface Owner-APD

GW P No

Operator

XTO ENERGY INC

Well Name BPU 6-13H

Unit

Field

UNDESIGNATED

Type of Work

Location

SENW 13 11S 20E S

2059 FNL 1979 FWL GPS Coord (UTM) 617233E 4413137N

Geologic Statement of Basis

XTO proposes to set 2,200 feet of surface casing cemented to the surface. The base of the moderately saline water is estimated at 3,000 feet. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the proposed location. The surface formation at this location is the Uinta Formation. The Uinta Formation is made up of discontinuous sands interbedded with shales and are not expected to produce prolific aquifers. The proposed Casing and cement program should adequately protect usable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill

APD Evaluator

7/16/2008

Date / Time

Surface Statement of Basis

The site is approximately 17 miles southwest of Ouray, Utah and in an oil field area known as the Big Pack Unit. Willow Creek contains an incised perennial stream and is the principal drainage in the area. Willow Creek flows north toward the Green River a distance of approximately 12 miles. Access to the location is by Uintah county maintained roads to within 0.2 miles of the site. New construction will be required from this point.

The location is planned in the flat bottom of Willow Creek along the west side of an irrigated pasture immediately west of the Willow Creek road. Willow Creek is approximately 250 feet to the west of the proposed pad. The location is probably within the mapped 100-year flood plain. No evidence of historic flooding is currently visible. The flat has a very slight slope to the north. Flood irrigation water enters the pasture from the south and flows northerly. The irrigation ditch continues to the west adjacent to the side of the proposed location. The integrity of all ditches needs to be maintained. It was decided to rotate the location 180 degrees to reduce the amount of pasture interrupted after the reserve pit is reclaimed. The access road will also follow the fence line and ditch to the south entering the pad from the south. This also will reduce the amount of pasture lost with the operation. Approximately 6 inches of topsoil will be removed which will put the top of the location below grade. Gravel will be used to harden the site and a berm constructed around the perimeter of the pad to prevent irrigational flows across from running onto to it. XTO may elect to fence the location. It is not required by the surface owner.

The surface and minerals are FEE both being owned by the Alameda Corporation. George Jackson of the Alameda Corporation attended the pre-site evaluation. He explained the irrigation system. Burying the pipelines as suggested by XTO will meet their needs to maintain surface irrigation flows. As the pad or portions of it are re-vegetated, XTO will discuss the seeding with the landowner.

The pre-drill investigation did not reveal any significant issues or situations, which should prohibit access to or drilling and operating the well at this site. The proposed location appears to be the best site for drilling and operating a well in the immediate area

Application for Permit to Drill Statement of Basis

7/16/2008

Utah Division of Oil, Gas and Mining

Page 2

Floyd Bartlett
Onsite Evaluator

6/24/2008

Date / Time

Conditions of Approval / Application for Permit to Drill

Category

Condition

Drilling

Location will be turned 180 degrees.

Pits

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be

properly installed and maintained in the reserve pit.

Surface

The well site shall be bermed to prevent fluids from entering or leaving the pad.

Surface

The reserve pit shall be fenced upon completion of drilling operations.

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator

XTO ENERGY INC

Well Name

BPU 6-13H

API Number

43-047-39998-0

APD No 739

11S

Field/Unit UNDESIGNATED

Location: 1/4,1/4 SENW

Sec 13 Tw

Rng 20E

2059 FNL 1979 FWL

GPS Coord (UTM) 617241

4413137

Surface Owner

Participants

Floyd Bartlett (DOGM), Ken Secrist, Jody Mecham and Zander Mcentire (Dominion), Jim Davis (SITLA), Brandon Bowthorpe(U.E.L.S.), Bill McClure (LaRose Construction), Randy Jackson (Jackson Construction), George Jackson (Representing Alameda Corporation)

Regional/Local Setting & Topography

The site is approximately 17 miles southwest of Ouray, Utah and in an oil field area known as the Big Pack Unit. Willow Creek contains an incised perennial stream and is the principal drainage in the area. Willow Creek flows north toward the Green River a distance of approximately 12 miles. Access to the location is by Uintah county maintained roads to within 0.2 miles of the site. New construction will be required from this point.

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Surface Use Plan

Current Surface Use

Grazing

Agricultural

Wildlfe Habitat

New Road

Miles Well Pad

Src Const Material

Surface Formation

0.2

Width 283

Length 355

Onsite

GRRV

Ancillary Facilities N

Waste Management Plan Adequate.

Environmental Parameters

Affected Floodplains and/or Wetland Y

The location is probably within the mapped 100-year flood plain. No evidence of historic flooding is currently visible.

Flora / Fauna

Antelope, deer, elk, coyotes, rabbits and miscellaneous small mammals and birds.

Irrigated pasture dominated by wheatgrass and smooth bromegrass. Morning glory, giant whitetop, rumex and other weedy species are also present.

Soil Type and Characteristics

Moderately deep clayey sandy loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required N

Berm Required? Y

Erosion Sedimentation Control Required? Y

Gravel will be used to harden the site and a berm constructed around the perimeter of the pad to prevent irrigational flows across from running onto to it.

Paleo Survey Run? N

Paleo Potental Observed? N

Cultural Survey Run? N

Cultural Resources?

Reserve Pit

Site-Specific Factors		Site I	Ranking	
Distance to Groundwater (feet)	<25 or recharge area		20	
Distance to Surface Water (feet)	200 to 300		10	
Dist. Nearest Municipal Well (ft)	>5280		0	
Distance to Other Wells (feet)	300 to 1320		10	
Native Soil Type	Mod permeability		10	
Fluid Type	Fresh Water		5	
Drill Cuttings	Normal Rock		0	
Annual Precipitation (inches)	<10		0	
Affected Populations	<10		0	
Presence Nearby Utility Conduits	Not Present		0	
		Final Score	55	1 Sensitivity Level

Characteristics / Requirements

The reserve pit is planned in the northeast corner of the location. It will be 100' x 140' x 8' deep with 10'- 20' bench constructed around the outside. It will be lined with a minimum 16-mil liner

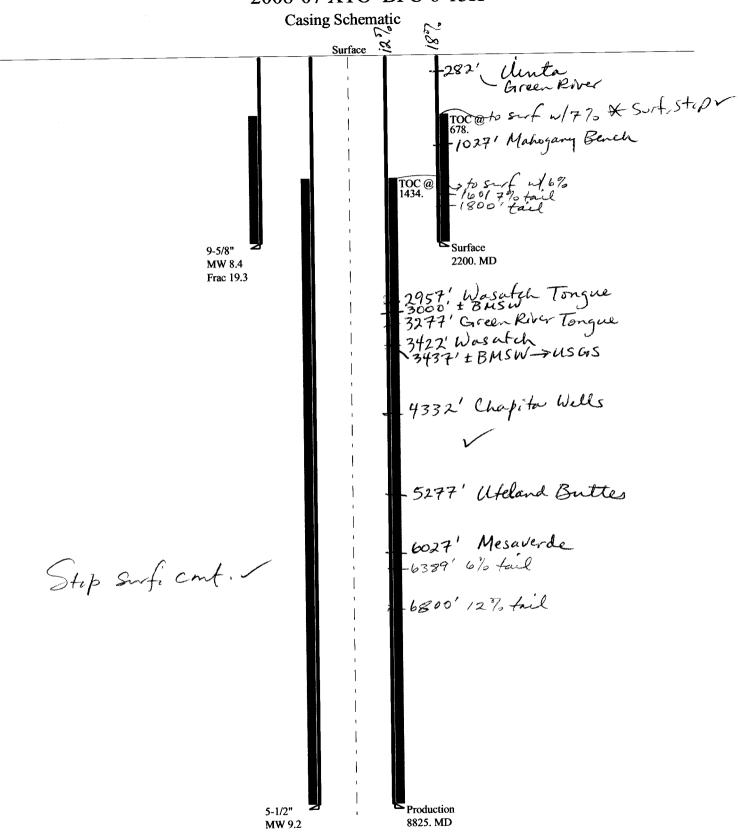
Closed Loop Mud Required. Liner Required? Y Liner Thickness 10 Pit Underlayment Required? Y

Other Observations / Comments

Floyd Bartlett **Evaluator**

6/24/2008 **Date / Time**

2008-07 XTO BPU 6-13H



Well name:

2008-07 XTO BPU 6-13H

Operator:

XTO Energy, Inc.

String type:

Location:

Surface

Uintah County

Project ID:

43-047-39998

Design parameters:

Collapse

Mud weight: Design is based on evacuated pipe.

8,400 ppg

Minimum design factors:

Collapse:

1.125 Design factor

Environment:

H2S considered?

65 °F Surface temperature: Bottom hole temperature: 96 °F

Temperature gradient:

1.40 °F/100ft

Minimum section length:

185 ft

Burst:

Design factor

1.00

1.80 (J)

1.80 (J)

1.60 (J)

Cement top:

678 ft

No

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

1,936 psi 0.120 psi/ft 2,200 psi

No backup mud specified.

Tension:

8 Round STC: 8 Round LTC: **Buttress:**

1.50 (J) Premium: 1.50 (B) Body yield:

Tension is based on air weight. 1,927 ft Neutral point:

Non-directional string.

Re subsequent strings:

Next setting depth: Next mud weight: Next setting BHP:

8.825 ft 9.200 ppg 4,218 psi 19.250 ppg

Fracture mud wt: Fracture depth: Injection pressure:

2,200 ft 2,200 psi

Run Seq	Segment Length (ft) 2200	Size (in) 9.625	Nominal Weight (Ibs/ft) 36.00	Grade J-55	End Finish ST&C	True Vert Depth (ft) 2200	Measured Depth (ft) 2200	Drift Diameter (in) 8.796	Internal Capacity (ft³) 954.9
Run Seq	Collapse Load (psi) 960	Collapse Strength (psi) 2020	Collapse Design Factor 2.104	Burst Load (psi) 2200	Burst Strength (psi) 3520	Burst Design Factor 1.60	Tension Load (Kips) 79	Tension Strength (Kips) 394	Tension Design Factor 4.97 J

Prepared

Helen Sadik-Macdonald

Div of Oil, Gas & Minerals by:

Phone: 810-538-5357

Date: July 29,2008 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 2200 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

Well name:

2008-07 XTO BPU 6-13H

Operator:

XTO Energy, Inc.

String type:

Production

Location:

Uintah County

Project ID:

43-047-39998

Design parameters:

Collapse

Mud weight: Design is based on evacuated pipe.

9.200 ppg

Minimum design factors:

Collapse:

1.125 Design factor

Environment:

H2S considered?

No 65 °F Surface temperature: 189 °F Bottom hole temperature:

Temperature gradient:

1.40 °F/100ft

Minimum section length:

368 ft

Burst:

Design factor

1.00

Cement top:

1,434 ft

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

2,276 psi 0.220 psi/ft

4,218 psi

No backup mud specified.

Tension:

8 Round STC: 8 Round LTC:

Buttress: Premium: Body yield:

1.50 (J) 1.50 (B)

1.80 (J)

1.80 (J)

1.60 (J)

Tension is based on air weight. 7,594 ft Neutral point:

Non-directional string.

Run Seq	Segment Length (ft) 8825	Size (in) 5.5	Nominal Weight (lbs/ft) 17.00	Grade N-80	End Finish LT&C	True Vert Depth (ft) 8825	Measured Depth (ft) 8825	Drift Diameter (in) 4.767	Internal Capacity (ft³) 1151.9	
Run Seq	Collapse Load (psi) 4218	Collapse Strength (psi) 6290	Collapse Design Factor 1.491	Burst Load (psi) 4218	Burst Strength (psi) 7740	Burst Design Factor 1.84	Tension Load (Kips) 150	Tension Strength (Kips) 348	Tension Design Factor 2.32 J	

Prepared

Helen Sadik-Macdonald

Div of Oil, Gas & Minerals by:

Phone: 810-538-5357

Date: July 29,2008 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 8825 ft, a mud weight of 9.2 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

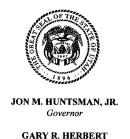
BOPE REVIEW

XTO BPU 6-13H API 43-047-39998

INPUT Well Name	XTO BPU 6-13H API 43-047-39998 String 1 String 2	
Casing Size (") Setting Depth (TVD) Previous Shoe Setting Depth (TVD) Max Mud Weight (ppg)	9 5/8 5 1/2 2200 8825 0 2200 8.4 9.2	
BOPE Proposed (psi) Casing Internal Yield (psi) Operators Max Anticipated Pressure (psi)	0 3000 3520 7740 4(00 → 4600 10.0	

Calculations	String 1	9 5/8	3 11
Max BHP [psi]	.052*Setting Depth*MW =	961	
max or ii [poi]			BOPE Adequate For Drilling And Setting Casing at Depth?
MASP (Gas) [psi]	Max BHP-(0.12*Setting Depth) =	697	NO A THE A SECUCIÓN
MASP (Gas/Mud) [psi]	Max BHP-(0.22*Setting Depth) =	477	NO fearmable Depty - noexpected pressure
MASE (Gasinida) [psi]			*Can Full Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth) =	477	
Required Casing/BOPE Test		2200	
*Max Pressure Allowed @ Previous Casing Shoe =		0	*Assumes 1psi/ft frac gradient
max : 1000a. o / aloue e e			

Calculations	String 2	5 1/2 "	
Max BHP [psi]	.052*Setting Depth*MW =	4222	
max bin [poi]		BOPE Adequate For Drilling And Setting Casing at Depth?	
MASP (Gas) [psi]	Max BHP-(0.12*Setting Depth) =	3163 NO	
MASP (Gas/Mud) [psi]	Max BHP-(0.22*Setting Depth) =	2280 YES 🗸	
WAST (Cashillad) [poi]		*Can Full Expected Pressure Be Held At Previous Shoe?	
Pressure At Previous Shoe	Max BHP22*(Setting Depth - Previous Shoe Depth) =	2764 NO OV	
Required Casing/BOPE Test		3000]psi /	
*Max Pressure Allowed @ Pr	revious Casing Shoe =	*Assumes 1psi/ft frac gradient	
Max 1 1000 at 0 7 at 0 at 0 at 0			



Lieutenant Governor

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 5, 2008

XTO Energy, Inc. 382 CR 3100 Aztec, NM 87410

Re:

BPU 6-13H Well, 2059' FNL, 1979' FWL, SE NW, Sec. 13, T. 11 South, R. 20 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39998.

Sincerely,

Mil ZL

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor



Operator:	XTO Energy, Inc.	
Well Name & Number	BPU 6-13H	
API Number:	43-047-39998	
Lease:	Fee	
Dease.	100	

Location: SE NW

Sec. 13

T. 11 South

R. 20 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following action during drilling of this well:

- 24 hours prior to cementing or testing casing contact Dan Jarvis
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to spudding the well contact Carol Daniels
- Within 24 hours of any emergency changes made to the approved drilling program – contact Dustin Doucet
- Prior to commencing operations to plug and abandon the well contact Dan Jarvis

The operator is required to get approval from the Division of Oil, Gas and Mining before performing any of the following actions during the drilling of this well:

- Plugging and abandonment or significant plug back of this well contact Dustin Doucet
- Any changes to the approved drilling plan contact Dustin Doucet

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voice mail message if the person is not available to take the call):

• Dan Jarvis at:

(801) 538-5338 office

(801) 942-0871 home

• Carol Daniels at:

(801) 538-5284 office

• Dustin Doucet at:

(801) 538-5281 office

(801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

Page 2 43-047-39998 August 5, 2008

- 4. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
- 5. Surface casing shall be cemented to surface.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING SUNDRY NOTICES AND REPORTS ON Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for suc 1. TYPE OF WELL OIL WELL GAS WELL OTHER 2. NAME OF OPERATOR: XTO Energy, Inc. 3. ADDRESS OF OPERATOR: P.O. Box 1360 CITY Roosevelt STATE UT ZIP 84066 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2,059' FNL & 1,979' FWL,	5. LEASE DESIGNATION AND SERIAL NUMBER: Patented 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A 7. UNIT OF CA AGREEMENT NAME: Big Pack Unit 8. WELL NAME and NUMBER: BPU 6-13H 9. API NUMBER: 4304739998 10. FIELD AND POOL, OR WILDCAT: undesignated COUNTY: Uintah					
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENW 13 11S 20E S		STATE: UTAH				
11. CHECK APPROPRIATE BOXES TO INDICATE NAT	TURE OF NOTICE, REPO	RT, OR OTHER DATA				
TYPE OF SUBMISSION	TYPE OF ACTION					
NOTICE OF INTENT	EEPEN	REPERFORATE CURRENT FORMATION				
	RACTURE TREAT	SIDETRACK TO REPAIR WELL				
Approximate date work will start: CASING REPAIR N	EW CONSTRUCTION	TEMPORARILY ABANDON				
CHANGE TO PREVIOUS PLANS	PERATOR CHANGE	TUBING REPAIR				
CHANGE TUBING PI	LUG AND ABANDON	VENT OR FLARE				
	LUG BACK	WATER DISPOSAL				
	RODUCTION (START/RESUME)	WATER SHUT-OFF				
Date of work completion: COMMINGLE PRODUCING FORMATIONS R	ECLAMATION OF WELL SITE	✓ OTHER: Updated Surface Use				
CONVERT WELL TYPE	ECOMPLETE - DIFFERENT FORMATION	Plan Page				
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. XTO Energy, Inc. respectfully submits the attached last page of the surface use plan to replace that page previously submitted that incorrectly stated that Alameda was the mineral estate owner. The following updated page correctly reflects that the ownership is more simply fee since it is actually held by many owners.						
D 11	A					
NAME (PLEASE PRINT) Don Hamilton	Agent for XTO Er	nergy, Inc.				
SIGNATURE Don Hamilton	DATE 8/25/2008	And the second s				

(This space for State use only)

RECEIVED
AUG 27 2008

11. Surface and Mineral Ownership:

- Surface Ownership Fee surface; owned by: Alameda Corp. 13.67%, O.S. Wyatt Jr. 86.33 James R. Eltzroth P.O. Box 270780, Corpus Christi TX, 78471. The landowner contact is George Jackson who can be reached at 435-828-4158.
- b. Mineral Ownership Fee ownership.

12. Other Information:

a. Operators Contact Information:

Title	Name	Office Phone	Mobile Phone	e e-mail
Company Rep.	Ken Secrest Don Hamilton			Ken_Secrest@xtoenergy.com starpoint@etv.net

- b. Buys & Associates, Inc. has conducted a Class III archeological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Buys & Associates, Inc.
- c. Alden Hamblin has conducted a paleontological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Alden Hamblin.

STATE OF UTAH

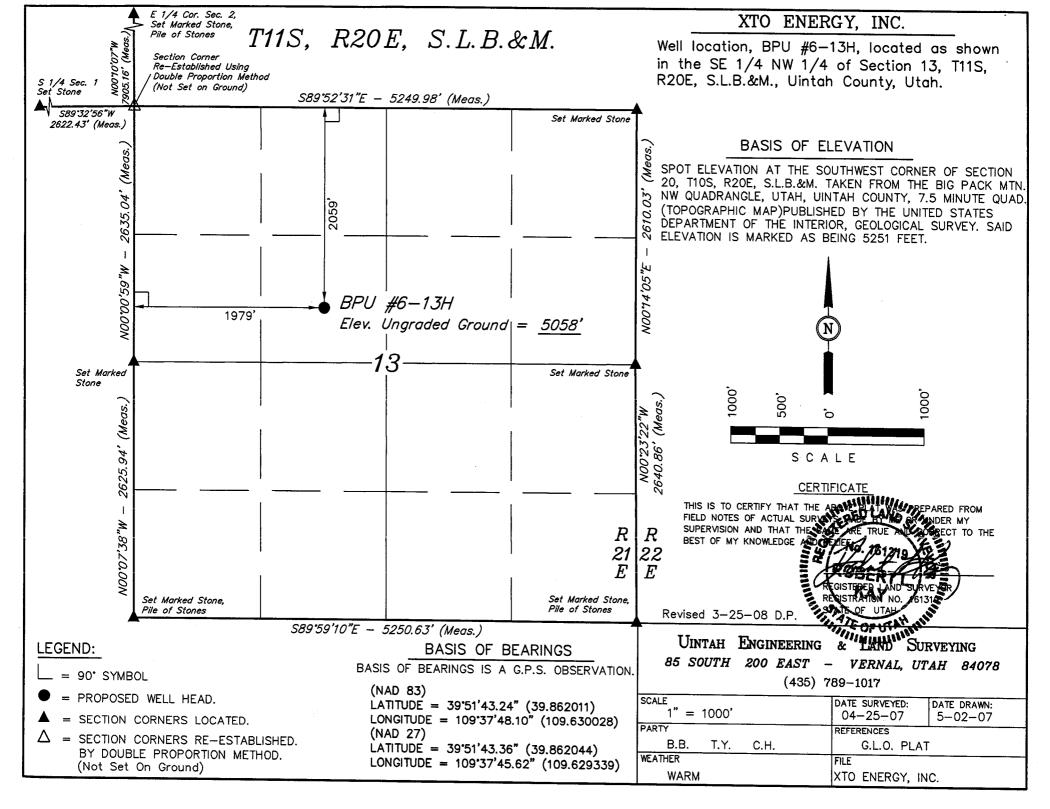
DEPARTMENT OF NATURAL RESOURCES						
DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: Patented					
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A					
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT OF CA AGREEMENT NAME: Big Pack Unit					
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: BPU 6-13H					
2. NAME OF OPERATOR: XTO Energy, Inc.	9. API NUMBER: 4304739998					
3. ADDRESS OF OPERATOR: P.O. Box 1360 CITY Roosevelt STATE UT ZIP 84066 PHONE NUMBER: (435) 722-4521	10. FIELD AND POOL, OR WILDCAT: Undesignated					
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2,059' FNL & 1,979' FWL,	соимту: Uintah					
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENW 13 11S 20E S	STATE: UTAH					
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT OR OTHER DATA					
TYPE OF SUBMISSION TYPE OF ACTION	ort, or other bata					
ACIDIZE DEEDEN	REPERFORATE CURRENT FORMATION					
NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL					
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON					
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR					
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE					
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	WATER DISPOSAL					
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF					
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ отнек: <u>Updated Road and</u>					
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	Pipeline Route					
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. XTO Energy, Inc. respectfully submits the attached updated Exhibit 'A' and Exhibit 'B' and the attached updated surface use plan previously submitted within the approved APD package. The updated pages replace those previously submitted and reflect a well pad that has been rotated 180 degrees and an updated road and pipeline route preferred by the landowner and XTO Energy, Inc The APD is presently approved but no surface disturbance has occurred. The following updated pages correctly reflect the updated pad layout and road and pipeline route and should replace those pages previously submitted and approved. Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY						
NAME (PLEASE PRINT)_ Don Hamilton TITLE Agent for XTO E	nergy, Inc.					

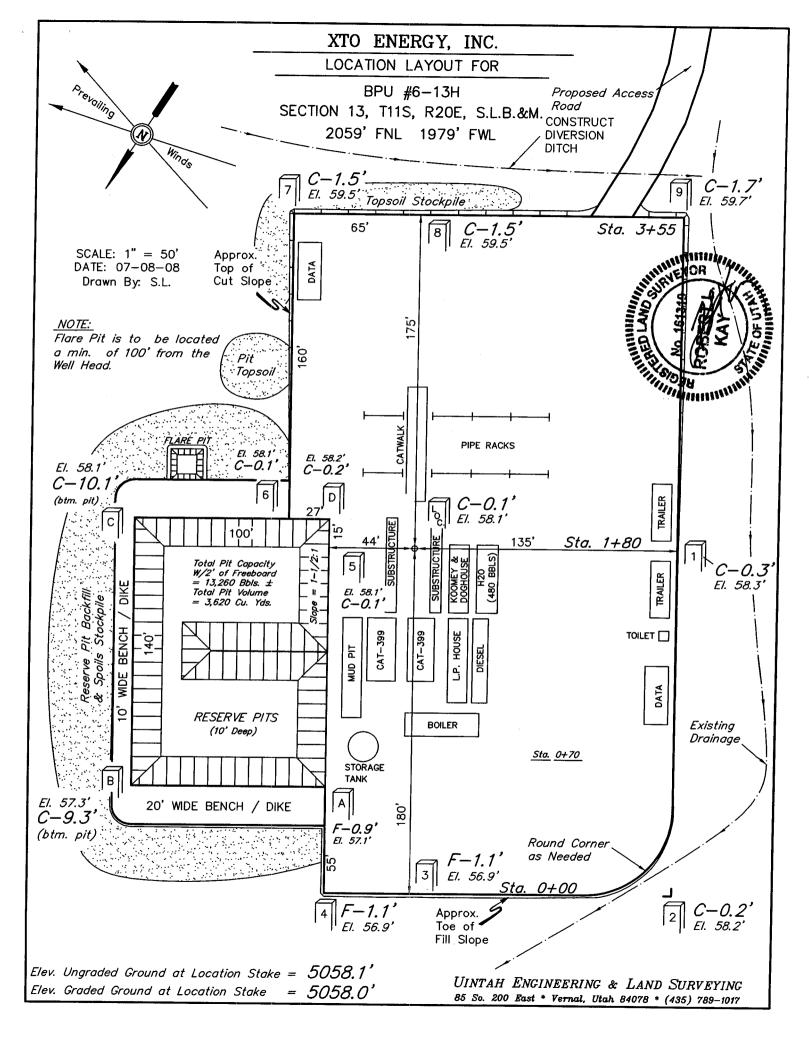
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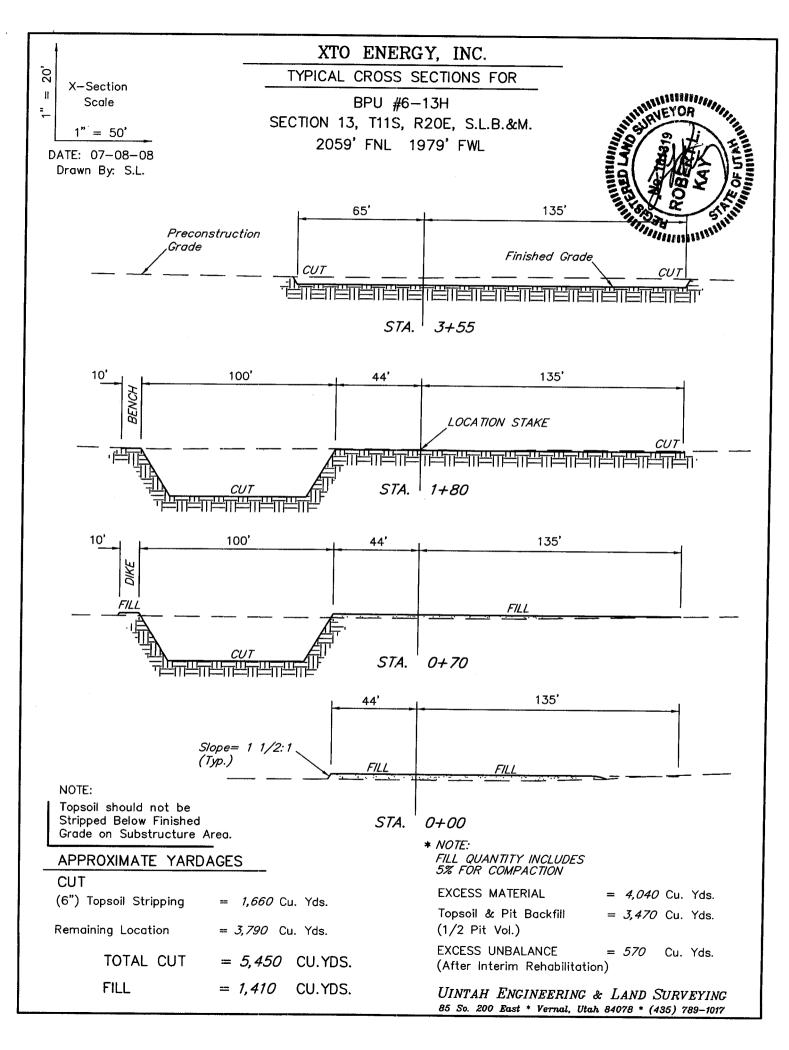
RECEIVED SEP 08 2008

DIV. OF OIL, GAS & MINING

9/3/2008







XTO ENERGY, INC.

BPU #6-13H

LOCATED IN UINTAH COUNTY, UTAH SECTION 13, T11S, R20E, S.L.B.&M.

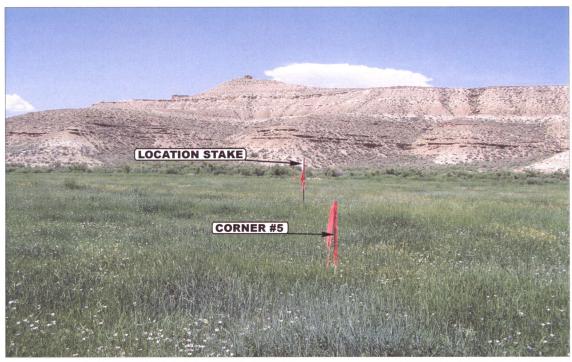


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY

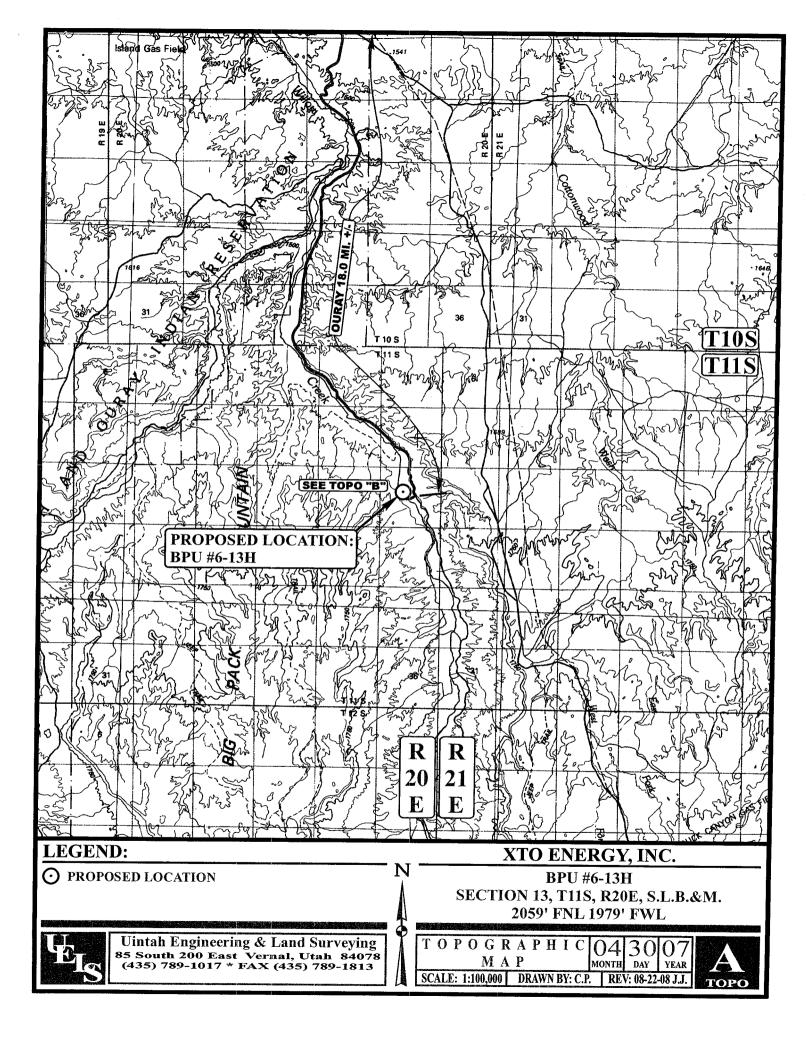


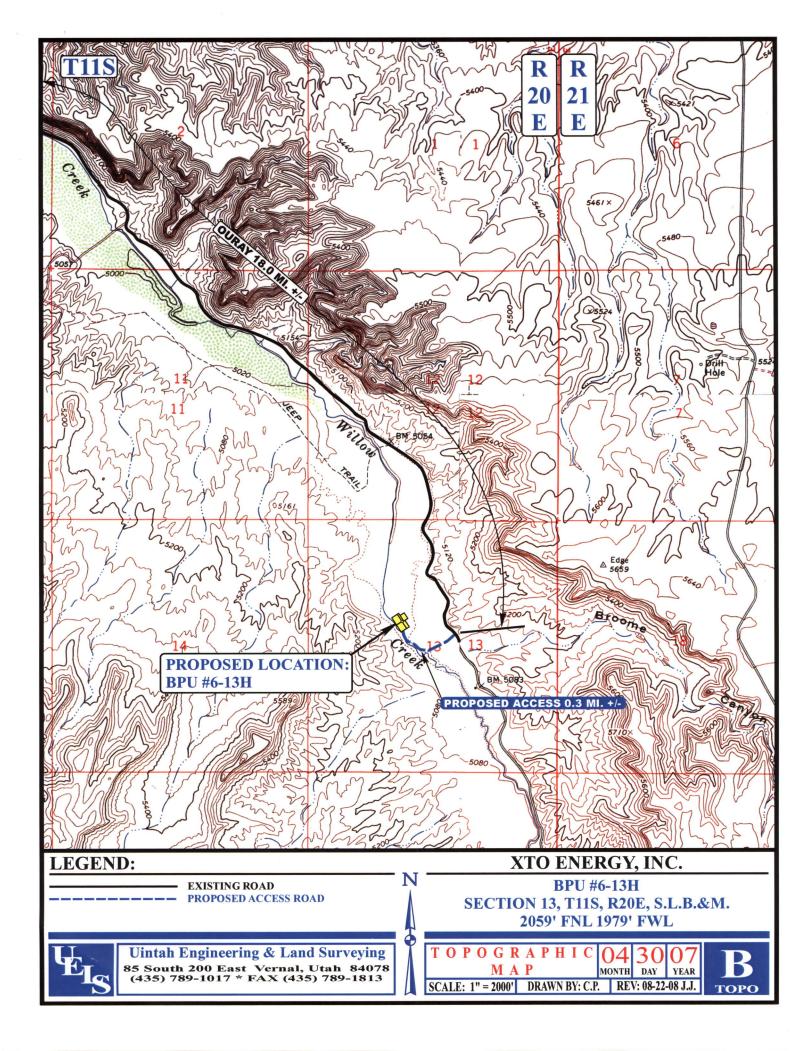
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

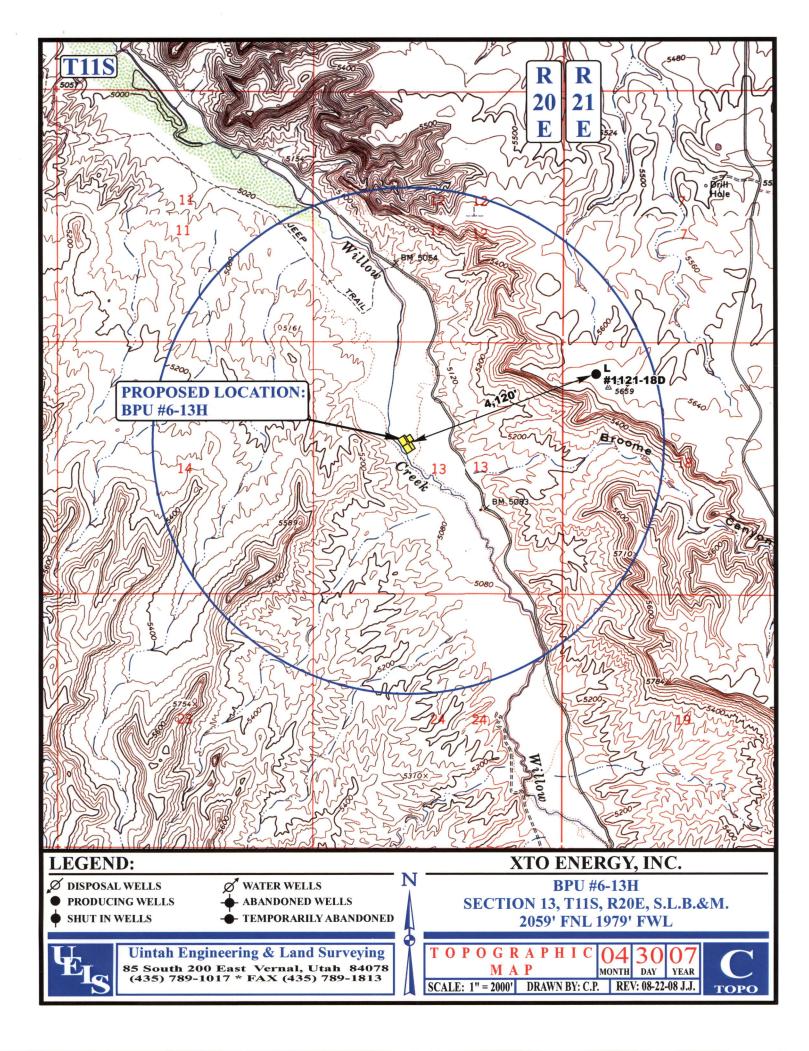
CAMERA ANGLE: SOUTHWESTERLY

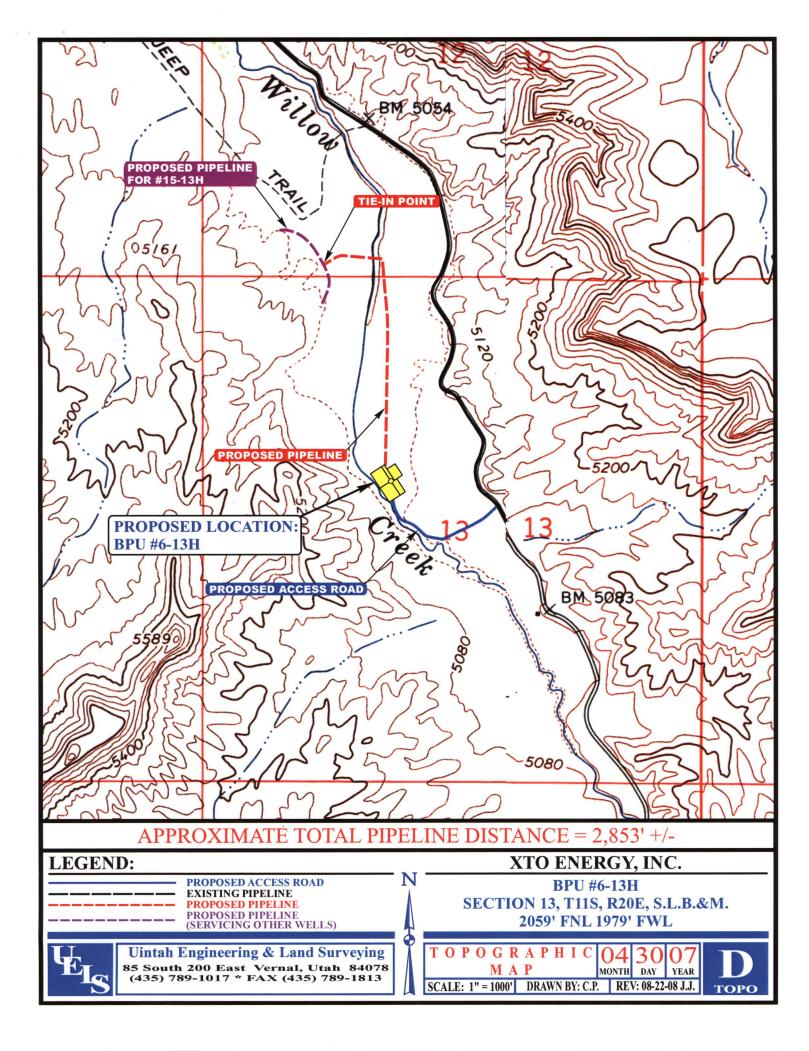


LOCATION PHOTOS 04 30 07 PHOTO
TAKEN BY: B.B. DRAWN BY: C.P. REV: 08-22-08 J.J.









XTO ENERGY, INC. BPU #6-13H SECTION 13, T11S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 9.1 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 8.9 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 49.3 MILES.

SURFACE USE PLAN

Name of Operator: XTO Energy, Inc.

Address: P.O. Box 1360; 978 North Crescent

Roosevelt, Utah 84066

Well Location: BPU 6-13H

2,059' FNL & 1,979' FWL, SE/4 NW/4,

Section 13, T11S, R20E, SLB&M, Uintah County, Utah

The surface owner or surface owner representative and dirt contractor will be provided with an approved copy of the surface use plan of operations and approved conditions of approval before initiating construction.

The onsite inspection for the referenced well is pending at this time.

Location of Existing Roads:

- a. The proposed well site is located approximately 15.85 miles south of Ouray, Utah.
- b. Directions to the proposed well site have been attached at the end of Exhibit B.
- c. The use of roads under State and County Road Department maintenance are necessary to access the Big Pack Unit area. However, no upgrades to the State or County Road system are proposed at this time.
- d. A Uintah County Road department encroachment will be needed prior to constructing the new approach from the Uintah County maintained Willow Creek Road.
- e. All existing roads will be maintained and kept in good repair during all phases of operation.
- e. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.
- f. Since no improvements are anticipated to the State, County, Tribal or BLM access roads no topsoil striping will occur.
- g. A fee surface use agreement is presently in place and attached for the access road and utility corridor to the proposed wellsite.

2. Planned Access Roads:

- a. From the existing Uintah County maintained Class B Willow Creek Road a new access is proposed trending west approximately 0.3 miles along new disturbance to the proposed well site. The access crosses no significant drainages but does cross existing irrigation ditches that will require culverts.
- b. A road design plan is not anticipated at this time.
- c. The proposed access road will consist of a 24' travel surface within a 30' disturbed area across entirely Alameda surface.
- d. DOGM approval to construct and utilize the proposed access road is requested with this application.
- e. A maximum grade of 10% will be maintained throughout the project.
- No turnouts are proposed since adequate site distance exists in all directions.
- g. No low-water crossings and two culverts are anticipated where the access road leaves the county road surface and crosses irrigation ditches. Adequate drainage structures will be incorporated into the road.
- h. No surfacing material will come from federal or Indian lands.
- i. No gates or cattle guards are anticipated at this time.
- j. Surface disturbance and vehicular travel will be limited to the approved location access road
- k. The operator will be responsible for all maintenance of the access road including drainage structures.

3. Location of Existing Wells:

a. Exhibit B has a map reflecting these wells within a one mile radius of the proposed well.

4. Location of Existing and/or Proposed Production Facilities:

- a. All permanent structures will be painted a flat, non-reflective Covert Green /Carlsbad Canyon to match the standard environmental colors. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded.
- Site security guidelines identified in 43 CFR 3163.7-5 and Onshore Oil and Gas Order No. 3 will be adhered to.
- c. A gas meter run will be constructed and located on lease within 500 feet of the wellhead. Meter runs will be housed and/or fenced. All gas production and measurement shall comply with the provisions of 43 CFR 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.
- d. A tank battery will be constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All liquid hydrocarbons production and measurement shall conform to the provisions of 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 4 and Onshore Oil and Gas Order No. 5

for natural gas production and measurement.

- e. Any necessary pits will be properly fenced to prevent any wildlife and livestock entry.
- f. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- g. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- h. A pipeline corridor containing a single steel gas pipeline is associated with this application and is being applied for at this time. The proposed pipeline corridor will leave the northeast side of the well site and traverse 2,853' north to the proposed BPU 15-13H pipeline corridor.
- XTO Energy, Inc. also requests permission to upgrade the existing pipeline corridor to contain a single steel gas pipeline within the previously approved pipeline corridor and traverse between the BPU 15-13H and the LCU Trunk Line along the previously approved route.
- j. The new and upgraded segments of the gas pipeline will be a 12" or less buried line within a 65' wide disturbed pipeline corridor.
- k. The use of the proposed well site and access roads will facilitate the staging of the pipeline corridor construction.
- XTO Energy, Inc. intends to bury the pipeline where possible and connect the pipeline together utilizing conventional welding technology.

Location and Type of Water Supply:

- a. No water supply pipelines will be laid for this well.
- b. No water well will be drilled for this well.
- Drilling water for this will be hauled on the road(s) shown in Exhibit B.
- d. Water will be hauled from one of the following sources:
 - o Water Permit # 43-10991, Section 9, T8S, R20E;
 - Water Permit #43-2189, Section 33, T8S, R20E;
 - Water Permit #49-2158, Section 33, T8S, R20E;
 - Water Permit #49-2262, Section 33, T8S, R20E;
 - Water Permit #49-1645, Section 5, T9S, R22E;
 - Water Permit #43-9077, Section 32, T6S, R20E;
 - Tribal Resolution 06-183, Section 22, T10S, R20E;

6. Source of Construction Material:

- a. The use of materials will conform to 43 CFR 3610.2-3.
- b. No construction materials will be removed from Ute Tribal or BLM lands.
- c. If any gravel is used, it will be obtained from a state approved gravel pit.

7. Methods of Handling Waste:

- All wastes associated with this application will be contained and disposed of utilizing approved facilities.
- b. Drill cuttings will be contained and buried on site.
- c. The reserve pit will be located outboard of the location and along the northeast side of the pad.
- d. The reserve pit will be constructed so as not to leak, break, or allow any discharge.
- e. The reserve pit will be lined with 16 mil minimum thickness plastic nylon reinforced liner material. The liner will overlay a felt liner pad only if rock is encountered during excavation. The pit liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. Pit walls will be sloped no greater than 2:1. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling and completion operation.
- f. The reserve pit has been located in cut material. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. After the reserve pit has dried, all areas not needed for production will be rehabilitated.
- g. No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completion of the well.
- h. Trash will be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations. The contents of the trash container will be hauled off periodically to the approved Uintah County Landfill near Vernal, Utah.
- Produced fluids from the well other than water will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas, salt water or other produced fluids will be cleaned up and removed.
- j. After initial clean-up, a 400 bbl tank will be installed to contain produced waste water. This water will be transported from the tank to an approved XTO Energy, Inc. disposal well for disposal.
- k. Produced water from the production well will be disposed of at the RBU 13-11F or RBU 16-19F disposal wells in accordance with Onshore Order #7.
- I. Any salts and/or chemicals, which are an integral part of the drilling system, will be disposed of in the same manner as the drilling fluid.

m. Sanitary facilities will be on site at all times during operations. Sewage will be placed in a portable chemical toilet and the toilet replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

8. Ancillary Facilities:

- a. Garbage Containers and Portable Toilets are the only ancillary facilities proposed in this application.
- b. No camps, airstrips or staging areas are proposed with this application.

9. Well Site Layout: (See Exhibit B)

- a. The well will be properly identified in accordance with 43 CFR 3162.6.
- b. Access to the well pad will be from the southeast.
- c. The pad and road designs are consistent with DOGM specification
- d. A pre-construction meeting with responsible company representative, contractors, and the landowner representative will be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road will be constructionstaked prior to this meeting.
- e. The pad has been staked at its maximum size; however it will be constructed smaller if possible, depending upon rig availability. Should the layout change, this application will be amended and approved utilizing a sundry notice.
- f. All surface disturbing activities, will be supervised by a qualified, responsible company representative who is aware of the terms and conditions of the APD and specifications in the approved plans.
- g. All cut and fill slopes will be such that stability can be maintained for the life of the activity.
- h. Diversion ditches will be constructed as shown around the well site to prevent surface waters form entering the well site area.
- The site surface will be graded to drain away from the pit to avoid pit spillage during large storm events.
- j. The stockpiled topsoil (first 6 inches or maximum available) will be stored in a windrow on the uphill side of the location to prevent any possible contamination. All topsoil will be stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- k. Pits will remain fenced until site cleanup.
- I. The blooie line will be located at least 100 feet from the well head.
- m. Water injection may be implemented if necessary to minimize the amount of fugitive dust.

Plans for Restoration of the Surface (Interim Reclamation and Final Reclamation):

- a. Site reclamation for a producing well will be accomplished for portions of the site not required for the continued operation of the well.
- b. Upon well completion, any hydrocarbons in the pit shall be removed in accordance with DOGM requirements. Once the reserve pit is dry, the plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximate natural contours.
- c. Following Best Management Practices the interim reclamation will be completed within 90 days of completion of the well to reestablish vegetation, reduce dust and erosion and compliment the visual resources of the area.
 - a. All equipment and debris will be removed from the area proposed for interim reclamation and the pit area will be backfilled and re-contoured.
 - b. The area outside of the rig anchors and other disturbed areas not needed for the operation of the well will be re-contoured to blend with the surrounding area and reseeded as requested by the landowner.
 - c. Reclaimed areas receiving incidental disturbance during the life of the producing well will be re-contoured and reseeded as soon as practical.
- d. The Operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM or the appropriate County Extension Office.
- e. Prior to final abandonment of the site, all disturbed areas, including the access road, will be scarified and left with a rough surface. The site will then be seeded and/or planted as prescribed by the landowner.

11. Surface and Mineral Ownership:

- a. Surface Ownership Fee surface; owned by: Alameda Corp. 13.67%, O.S. Wyatt Jr. 86.33 James R. Eltzroth P.O. Box 270780, Corpus Christi TX, 78471. The landowner contact is George Jackson who can be reached at 435-828-4158.
- b. Mineral Ownership Fee ownership;

12. Other Information:

a. Operators Contact Information:

Title	Name	Office Phone	Mobile Phone	e-mail .
Company Rep.	Ken Secrest Don Hamilton		435-828-1450 K 435-719-2018 s	Cen_Secrest@xtoenergy.com tarpoint@etv.net

- b. Buys & Associates, Inc. has conducted a Class III archeological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Buys & Associates, Inc.
- c. Alden Hamblin has conducted a paleontological survey. A copy of the report is attached and has also been submitted under separate cover to the appropriate agencies by Alden Hamblin.

Certification:

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exists; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application and that bond coverage is provided under XTO Energy, Inc's Fee bond104312-762.

Executed this 3rd day of September, 2008.

Don Hamilton -- Agent for XTO Energy, Inc.

2580 Creekview Road Moab, Utah 84532

435-719-2018 starpoint@etv.net

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	5	5.LEASE DESIGNATION AND SERIAL NUMBER: FEE		
SUND	RY NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen exist ugged wells, or to drill horizontal laterals. Use Af		7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BPU 6-13H		
2. NAME OF OPERATOR: XTO ENERGY INC			9. API NUMBER: 43047399980000		
3. ADDRESS OF OPERATOR: 382 Road 3100 , Aztec, NM, 8		HONE NUMBER:	9. FIELD and POOL or WILDCAT: UNDESIGNATED		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2059 FNL 1979 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SENW Section: 13	IP, RANGE, MERIDIAN: Township: 11.0S Range: 20.0E Meridian: S		STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICATE NA	ATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	☐ ACIDIZE ☐ A	ALTER CASING	CASING REPAIR		
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS ☐ C	CHANGE TUBING	CHANGE WELL NAME		
8/5/2010	☐ CHANGE WELL STATUS ☐ C	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN ☐ F	FRACTURE TREAT	☐ NEW CONSTRUCTION		
Bute of Work completion.	☐ OPERATOR CHANGE ☐ F	PLUG AND ABANDON	PLUG BACK		
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION S	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	☐ TUBING REPAIR ☐ \	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	WATER SHUTOFF S	SI TA STATUS EXTENSION	✓ APD EXTENSION		
	☐ WILDCAT WELL DETERMINATION ☐ C	OTHER	OTHER:		
	ompleted operations. Clearly show all pertinent ests a one year State extension of referenced well.	n the permit for the	Approved by the Utah Division of Oil, Gas and Mining ate: August 13, 2009 y:		
NAME (PLEASE PRINT) Eden Fine	PHONE NUMBER 505 333-3664	TITLE Permitting Clerk			
SIGNATURE N/A		DATE 8/11/2009			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047399980000

API: 43047399980000

Well Name: BPU 6-13H

Location: 2059 FNL 1979 FWL QTR SENW SEC 13 TWNP 110S RNG 200E MER S

Company Permit Issued to: XTO ENERGY INC

Date Original Permit Issued: 8/5/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not requ

uire revis	sion. Following i	s a checklist of	some items relate	d to the appli	ication, w	hich should be verified
	ited on private la ed? 💮 Yes 🌘		nership changed,	if so, has the	surface a	greement been
			inity of the propos Yes 📵 No	ed well whic	h would a	ffect the spacing or
	nere been any ur s proposed well?			ce that could	affect the	e permitting or operation
	there been any o the proposed lo			ling ownersh	ip, or righ	itof- way, which could
• Has th	e approved sou	rce of water for	drilling changed?	Yes 📵	No	
			s to the surface lo ssed at the onsite			which will require a No
• Is bon	iding still in plac	e, which covers	s this proposed we	ll? 📵 Yes	No [pproved by the Jtah Division of , Gas and Mining
nature:	Eden Fine	Date:	8/11/2009			
Title:	Permitting Clerk	Representing:	XTO ENERGY INC		Date:_	August 13, 2009
	-	-			I	00.cat 110

Sig

STATE OF UTAH					FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING					5.LEASE DESIGNATION AND SERIAL NUMBER: FEE	
SUNDRY NOTICES AND REPORTS ON WELLS					6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.					or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well					8. WELL NAME and NUMBER: BPU 6-13H	
2. NAME OF OPERATOR: XTO ENERGY INC					NUMBER: 7399980000	
3. ADDRESS OF OPERATOR: 382 Road 3100 , Aztec, NM, 87410 505 333-3159 Ext					D and POOL or WILDCAT: SIGNATED	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2059 FNL 1979 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SENW Section: 13 Township: 11.0S Range: 20.0E Meridian: S				COUNT		
					STATE: UTAH	
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA						
TYPE OF SUBMISSION	TYPE OF ACTION					
	☐ ACIDIZE		ALTER CASING		CASING REPAIR	
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME	
8/5/2011	☐ CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATION	s 🗆	CONVERT WELL TYPE	
SUBSEQUENT REPORT	☐ DEEPEN		FRACTURE TREAT		NEW CONSTRUCTION	
Date of Work Completion:	☐ OPERATOR CHANGE		PLUG AND ABANDON		PLUG BACK	
	☐ PRODUCTION START OR RESUME		RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ :	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON	
	☐ TUBING REPAIR		VENT OR FLARE		WATER DISPOSAL	
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ :	SI TA STATUS EXTENSION	~	APD EXTENSION	
Report Date.	☐ WILDCAT WELL DETERMINATION		OTHER	ОТІ	HER:	
	OMPLETED OPERATIONS. Clearly show all p			s, volumes,	etc.	
XTO hereby requ	ests a one year extension on	the	State permit for the		Ammuovaal by the	
	referenced well.			Approved by the Utah Division of		
					I, Gas and Mining	
					_	
				Date:_	August 09, 2010	
				By:	20059XXX	
NAME (PLEASE PRINT) Eden Fine	PHONE NUMBER 505 333-3664	R	TITLE Permitting Clerk			
SIGNATURE N/A			DATE 8/9/2010			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047399980000

API: 43047399980000

Well Name: BPU 6-13H

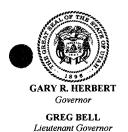
Location: 2059 FNL 1979 FWL QTR SENW SEC 13 TWNP 110S RNG 200E MER S

Company Permit Issued to: XTO ENERGY INC

Date Original Permit Issued: 8/5/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

require revi	sion. Following is a che	cklist of some iten	ns related to the app	lication, which should be verified.
	ated on private land, ha ed? 🔵 Yes 🌘 No	s the ownership c	hanged, if so, has the	e surface agreement been
	any wells been drilled i requirements for this l			ch would affect the spacing or
	nere been any unit or o s proposed well?		ut in place that could	d affect the permitting or operation
	there been any change the proposed location?		_	hip, or rightof- way, which could
• Has tl	ne approved source of v	water for drilling c	nanged? 🔵 Yes 🧓) No
	there been any physica je in plans from what w			cess route which will require a
• Is bor	nding still in place, which	ch covers this prop	osed well? 📵 Yes	Approved by the No Utah Division of Oil, Gas and Mining
Signature:	Eden Fine	Date: 8/9/2010		
Title:	Permitting Clerk Repres	enting: XTO ENERG	SY INC	Date: August 09, 2010
		-		By hospill



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 8, 2011

XTO Energy Inc. 382 Road 3100 Aztec, NM 87410

Re:

APD Rescinded - BPU 6-13H, Sec. 13, T.11S, R. 20E

Uintah County, Utah API No. 43-047-39998

Ladies and Gentlemen:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on August 5, 2008. On August 13, 2009 and August 9, 2010 the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective August 8, 2011.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc:

Well File

Brad Hill, Technical Service Manager

